

CERTIFICATION OF ENROLLMENT
ENGROSSED SUBSTITUTE HOUSE BILL 2259

Chapter 454, Laws of 1997
(partial veto)

55th Legislature
1997 Regular Session

OPERATING BUDGET, 1997-1999--SUPPLEMENTAL OPERATING BUDGET, 1995-
1997

EFFECTIVE DATE: 5/20/97

Passed by the House April 26, 1997
Yeas 52 Nays 46

CLYDE BALLARD
**Speaker of the
House of Representatives**

Passed by the Senate April 26, 1997
Yeas 27 Nays 22

BRAD OWEN
President of the Senate

Approved May 20, 1997, with the exception of sections 204(1); 204(6)(a); 204 (6)(b); 204(6)(c); 204(9)(d); 206(3); 207(2); 210(5); 213(2)(d); 302(3); 302(4); 302(5); 302(17); 302(22); 304(16); 501(1)(e); 501(2)(e)(i); 503(4)(b); 503(5); 506(8); 507(4); 507(5); 507(6); 602(2); 611(5)(a)(i); 702; 706; 902, and 1608, page 211, lines 24-38 and page 212, lines 1-2, which are vetoed.

GARY LOCKE
Governor of the State of Washington

CERTIFICATE

I, Timothy A. Martin, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 2259** as passed by the House of Representatives and the Senate on the dates hereon set forth.

TIMOTHY A. MARTIN
Chief Clerk

FILED

May 20, 1997 - 4:37 p.m.

**Secretary of State
State of Washington**

SUBSTITUTE HOUSE BILL 2259

Passed Legislature - 1997 Regular Session

State of Washington

55th Legislature

1997 Regular Session

By House Committee on Appropriations (originally sponsored by Representatives Huff, H. Sommers, Dickerson and Conway; by request of Governor Locke)

Read first time 3-31-97.

1 AN ACT Relating to fiscal matters; amending RCW 43.79.445; amending
2 1997 c 149 ss 103, 118, 127, 149, 151, 207, 208, 211, 212, 213, 220,
3 218, 221, 222, 225, 302, 303, 308, 515, 610, 709, 801, and 803
4 (uncodified); amending 1996 c 283 ss 106, 109, 113, 114, 116, 121, 124,
5 132, 133, 135, 201, 202, 203, 204, 205, 206, 207, 208, 209, 210, 211,
6 212, 214, 215, 216, 217, 218, 220, 301, 302, 304, 305, 306, 402, 501,
7 502, 504, 505, 506, 507, 509, 511, 512, 514, 515, 516, 602, 603, 604,
8 605, 606, 607, 608, 609, 610, 613, 701, 702, 703, 705, 709, 801, 802,
9 and 803 (uncodified); amending 1995 2nd sp.s. c 18 ss 116, 145, 210,
10 213, 214, and 306 (uncodified); adding new sections to 1995 2nd sp.s.
11 c 18 (uncodified); creating new sections; repealing 1997 c 149 s 710
12 (uncodified) and 1997 c 149 s 719 (uncodified); making appropriations;
13 and declaring an emergency.

14 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

15 NEW SECTION. **Sec. 1.** (1) A budget is hereby adopted and, subject
16 to the provisions set forth in the following sections, the several
17 amounts specified in parts I through VIII of this act, or so much
18 thereof as shall be sufficient to accomplish the purposes designated,
19 are hereby appropriated and authorized to be incurred for salaries,

1 wages, and other expenses of the agencies and offices of the state and
2 for other specified purposes for the fiscal biennium beginning July 1,
3 1997, and ending June 30, 1999, except as otherwise provided, out of
4 the several funds of the state hereinafter named.

5 (2) Unless the context clearly requires otherwise, the definitions
6 in this section apply throughout this act.

7 (a) "Fiscal year 1998" or "FY 1998" means the fiscal year ending
8 June 30, 1998.

9 (b) "Fiscal year 1999" or "FY 1999" means the fiscal year ending
10 June 30, 1999.

11 (c) "FTE" means full time equivalent.

12 (d) "Lapse" or "revert" means the amount shall return to an
13 unappropriated status.

14 (e) "Provided solely" means the specified amount may be spent only
15 for the specified purpose. Unless otherwise specifically authorized in
16 this act, any portion of an amount provided solely for a specified
17 purpose which is unnecessary to fulfill the specified purpose shall
18 lapse.

19 **PART I**
20 **GENERAL GOVERNMENT**

21 **Sec. 101.** 1997 c 149 s 103 (uncodified) is amended to read as
22 follows:

23 **FOR THE JOINT LEGISLATIVE AUDIT AND REVIEW COMMITTEE**

24	General Fund Appropriation (FY 1998)	. . . . .	\$((1,524,000))
25			<u>1,421,000</u>
26	General Fund Appropriation (FY 1999)	. . . . .	\$((1,837,000))
27			<u>1,425,000</u>
28	TOTAL APPROPRIATION	. . . . .	\$((3,361,000))
29			<u>2,846,000</u>

30 The appropriations in this section are subject to the following
31 conditions and limitations:

32 ~~((1) \$103,000 of the general fund fiscal year 1998 appropriation~~
33 ~~and \$412,000 of the general fund fiscal year 1999 appropriation are~~
34 ~~provided solely to implement Engrossed Substitute Senate Bill No. 5633~~
35 ~~(performance audit of the department of transportation). If the bill~~

1 is not enacted by June 30, 1997, the amounts provided in this
2 subsection shall lapse.

3 (2)) \$50,000 of the general fund appropriation for fiscal year
4 1998 is provided solely to implement Substitute Senate Bill No. 5071
5 (school district territory). If the bill is not enacted by June 30,
6 1997, the amount provided in this subsection shall lapse.

7 **Sec. 102.** 1997 c 149 s 118 (uncodified) is amended to read as
8 follows:

9 **FOR THE GOVERNOR'S OFFICE OF INDIAN AFFAIRS**

10	General Fund Appropriation (FY 1998)	. . . . .	\$	((185,000))
11				<u>230,000</u>
12	General Fund Appropriation (FY 1999)	. . . . .	\$	((188,000))
13				<u>233,000</u>
14	TOTAL APPROPRIATION	. . . . .	\$	((373,000))
15				<u>463,000</u>

16 NEW SECTION. **Sec. 103. FOR THE DEPARTMENT OF COMMUNITY, TRADE,**
17 **AND ECONOMIC DEVELOPMENT**

18	General Fund--State Appropriation (FY 1998)	. . . . .	\$	57,361,000
19	General Fund--State Appropriation (FY 1999)	. . . . .	\$	56,351,000
20	General Fund--Federal Appropriation	. . . . .	\$	155,278,000
21	General Fund--Private/Local Appropriation	. . . . .	\$	6,903,000
22	Public Safety and Education Account			
23	Appropriation	. . . . .	\$	8,781,000
24	Public Works Assistance Account			
25	Appropriation	. . . . .	\$	2,223,000
26	Building Code Council Account Appropriation	. . . . .	\$	1,318,000
27	Administrative Contingency Account			
28	Appropriation	. . . . .	\$	1,776,000
29	Low-Income Weatherization Assistance Account			
30	Appropriation	. . . . .	\$	923,000
31	Violence Reduction and Drug Enforcement Account			
32	Appropriation	. . . . .	\$	6,042,000
33	Manufactured Home Installation Training Account			
34	Appropriation	. . . . .	\$	250,000
35	Washington Housing Trust Account			
36	Appropriation	. . . . .	\$	7,999,000
37	Public Facility Construction Loan Revolving Account			

1	Appropriation	\$	515,000
2	TOTAL APPROPRIATION	\$	305,720,000

3 The appropriations in this section are subject to the following
4 conditions and limitations:

5 (1) \$3,282,500 of the general fund--state appropriation for fiscal
6 year 1998 and \$3,282,500 of the general fund--state appropriation for
7 fiscal year 1999 are provided solely for a contract with the Washington
8 technology center. For work essential to the mission of the Washington
9 technology center and conducted in partnership with universities, the
10 center shall not pay any increased indirect rate nor increases in other
11 indirect charges above the absolute amount paid during the 1995-97
12 biennium.

13 (2) \$155,000 of the general fund--state appropriation for fiscal
14 year 1998 and \$155,000 of the general fund--state appropriation for
15 fiscal year 1999 are provided solely for a contract with the Washington
16 manufacturing extension partnership.

17 (3) \$9,964,000 of the general fund--federal appropriation is
18 provided solely for the drug control and system improvement formula
19 grant program, to be distributed in state fiscal year 1998 as follows:

20 (a) \$3,603,250 to local units of governments to continue the multi-
21 jurisdictional narcotics task forces;

22 (b) \$500,000 to the department to continue the state-wide drug
23 prosecution assistance program in support of multijurisdictional
24 narcotics task forces;

25 (c) \$1,306,075 to the Washington state patrol for coordination,
26 investigative, and supervisory support to the multijurisdictional
27 narcotics task forces and for methamphetamine education and response;

28 (d) \$240,000 to the department for grants to support tribal law
29 enforcement needs;

30 (e) \$900,000 to drug courts in eastern and western Washington;

31 (f) \$300,000 to the department for grants to provide sentencing
32 alternatives training programs to defenders;

33 (g) \$200,000 for grants to support substance-abuse treatment in
34 county jails;

35 (h) \$517,075 to the department for legal advocacy for victims of
36 domestic violence and for training of local law enforcement officers
37 and prosecutors on domestic violence laws and procedures;

1 (i) \$903,000 to the department to continue youth violence
2 prevention and intervention projects;

3 (j) \$91,000 for the governor's council on substance abuse;

4 (k) \$99,000 for program evaluation and monitoring;

5 (l) \$100,000 for the department of corrections for a feasibility
6 study of replacing or updating the offender based tracking system.

7 (m) \$498,200 for development of a state-wide system to track
8 criminal history records; and

9 (n) No more than \$706,400 to the department for grant
10 administration and reporting.

11 These amounts represent the maximum Byrne grant expenditure
12 authority for each program. No program may expend Byrne grant funds in
13 excess of the amounts provided in this section. If moneys in excess of
14 those appropriated in this section become available, whether from prior
15 or current fiscal year Byrne grant distributions, the department shall
16 hold these moneys in reserve and may not expend them without a specific
17 appropriation. These moneys shall be carried forward and applied to
18 the pool of moneys available for appropriation for programs and
19 projects in the succeeding fiscal year. As part of its budget request
20 for the succeeding fiscal year, the department shall estimate and
21 request authority to spend any funds remaining in reserve as a result
22 of this subsection.

23 (4) \$1,000,000 of the general fund fiscal year 1998 appropriation
24 and \$1,000,000 of the general fund fiscal year 1999 appropriation are
25 provided solely to implement Engrossed Substitute House Bill No. 1576
26 (buildable lands) or Senate Bill No. 6094 (growth management). If
27 neither bill is enacted by June 30, 1997, the amounts provided in this
28 subsection shall lapse.

29 (5) \$4,800,000 of the public safety and education account
30 appropriation, \$1,000,000 of the fiscal year 1998 general fund--state
31 appropriation, and \$1,000,000 of the fiscal year 1999 general fund--
32 state appropriation are provided solely for indigent civil legal
33 representation services contracts and contracts administration. The
34 amounts provided in this subsection are contingent upon enactment of
35 section 2 of Engrossed Substitute House Bill No. 2276 (civil legal
36 services for indigent persons). If section 2 of the bill is not
37 enacted by June 30, 1997, the amount provided in this subsection shall
38 lapse.

1 (6) \$643,000 of the general fund--state fiscal year 1998
2 appropriation and \$643,000 of the general fund--state fiscal year 1999
3 appropriation are provided solely to increase payment rates for
4 contracted early childhood education assistance program providers. It
5 is the legislature's intent that these amounts shall be used primarily
6 to increase compensation for persons employed in direct, front-line
7 service delivery.

8 (7) \$75,000 of the general fund--state fiscal year 1998
9 appropriation and \$75,000 of the general fund--state fiscal year 1999
10 appropriation are provided solely as a grant for the community
11 connections program in Walla Walla county.

12 (8) \$300,000 of the general fund--state fiscal year 1998
13 appropriation and \$300,000 of the general fund--state fiscal year 1999
14 appropriation are provided solely to contract with the Washington state
15 association of court-appointed special advocates/guardians ad litem
16 (CASA/GAL) to establish pilot programs in three counties to recruit
17 additional community volunteers to represent the interests of children
18 in dependency proceedings. Of this amount, a maximum of \$30,000 shall
19 be used by the department to contract for an evaluation of the
20 effectiveness of CASA/GAL in improving outcomes for dependent children.
21 The evaluation shall address the cost-effectiveness of CASA/GAL and to
22 the extent possible, identify savings in other programs of the state
23 budget where the savings resulted from the efforts of the CASA/GAL
24 volunteers. The department shall report to the governor and
25 legislature by October 15, 1998.

26 (9) \$75,000 of the general fund--state appropriation for fiscal
27 year 1999 is provided solely for state sponsorship of the "BIO 99"
28 international biotechnology conference and exhibition in the Seattle
29 area in 1999.

30 (10) \$698,000 of the general fund--state appropriation for fiscal
31 year 1998, \$697,000 of the general fund--state appropriation for fiscal
32 year 1999, and \$1,101,000 of the administrative contingency account
33 appropriation are provided solely for contracting with associate
34 development organizations.

35 (11) \$50,000 of the general fund--state appropriation for fiscal
36 year 1998 and \$50,000 of the general fund--state appropriation for
37 fiscal year 1999 are provided solely to expand the long-term care
38 ombudsman program.

1 (12) \$60,000 of the general fund--state appropriation for fiscal
2 year 1998 and \$60,000 of the general fund--state appropriation for
3 fiscal year 1999 are provided solely for implementation of the Puget
4 Sound work plan action item DCTED-01.

5 (13) \$20,000 of the general fund--state appropriation for fiscal
6 year 1998 is provided solely for a task force on tourism promotion and
7 development. The task force shall report to the legislature on its
8 findings and recommendations by January 31, 1998.

9 (14) \$61,000 of the general fund--state appropriation for fiscal
10 year 1998 and \$60,000 of the general fund--state appropriation for
11 fiscal year 1999 are provided solely for the pacific northwest economic
12 region (PNWER).

13 (15) \$123,000 of the general fund--state appropriation for fiscal
14 year 1998 and \$124,000 of the general fund--state appropriation for
15 fiscal year 1999 are provided solely for the community development
16 finance program.

17 (16) Within the appropriations provided in this section, the
18 department shall conduct a study of possible financial incentives to
19 assist in revitalization of commercial areas and report its findings
20 and recommendations to the appropriate committees of the legislature by
21 November 15, 1997.

22 **Sec. 104.** 1997 c 149 s 127 (uncodified) is amended to read as
23 follows:

24 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

25	General Fund--State Appropriation (FY 1998) . . . \$	((10,178,000))
26		<u>10,530,000</u>
27	General Fund--State Appropriation (FY 1999) . . . \$	((9,916,000))
28		<u>10,253,000</u>
29	General Fund--Federal Appropriation \$	23,331,000
30	TOTAL APPROPRIATION \$	((43,425,000))
31		<u>44,114,000</u>

32 ~~((The appropriations in this section are subject to the following~~
33 ~~conditions and limitations:—\$125,000 of the general fund state~~
34 ~~appropriation for fiscal year 1998 and \$125,000 of the general fund—~~
35 ~~state appropriation for fiscal year 1999 are provided solely for staff~~
36 ~~support for the implementation of the Washington educational network.~~
37 ~~Funds shall be transferred to the appropriate agency as required by~~

1 ~~Substitute House Bill No. 1698 or Substitute Senate Bill No. 5002 or~~
2 ~~substantially similar legislation (K-20 telecommunications).)~~

3 **Sec. 105.** 1997 c 149 s 149 (uncodified) is amended to read as
4 follows:

5 **FOR THE MILITARY DEPARTMENT**

6	General Fund--State Appropriation (FY 1998) . . . \$	8,151,000
7	General Fund--State Appropriation (FY 1999) . . . \$	((11,735,000))
8		<u>8,154,000</u>
9	General Fund--Federal Appropriation \$	34,314,000
10	General Fund--Private/Local Appropriation \$	238,000
11	Flood Control Assistance Account Appropriation . \$	3,000,000
12	Enhanced 911 Account Appropriation \$	26,782,000
13	Disaster Response Account--State Appropriation . \$	23,977,000
14	Disaster Response Account--Federal Appropriation \$	95,419,000
15	TOTAL APPROPRIATION \$	((203,616,000))
16		<u>200,035,000</u>

17 The appropriations in this section are subject to the following
18 conditions and limitations:

19 (1) ~~(((\$3,581,000 of the general fund state appropriation for~~
20 ~~fiscal year 1999,))~~ \$3,000,000 of the flood control assistance account
21 appropriation~~((7))~~ and \$6,197,000 of the general fund--federal
22 appropriation are provided solely for deposit in the disaster response
23 account to cover costs pursuant to subsection (2) of this section.

24 (2) \$23,977,000 of the disaster response account--state
25 appropriation is provided solely for the state share of response and
26 recovery costs associated with federal emergency management agency
27 (FEMA) disaster number 1079 (November/December 1995 storms), FEMA
28 disaster 1100 (February 1996 floods), FEMA disaster 1152 (November 1996
29 ice storm), FEMA disaster 1159 (December 1996 holiday storm), FEMA
30 disaster 1172 (March 1997 floods) and to assist local governmental
31 entities with the matching funds necessary to earn FEMA funds for FEMA
32 disaster 1100 (February 1996 floods).

33 (3) \$100,000 of the general fund--state fiscal year 1998
34 appropriation and \$100,000 of the general fund--state fiscal year 1999
35 appropriation are provided solely for the implementation of a
36 conditional scholarship program pursuant to chapter 28B.103 RCW.

1 (4) \$35,000 of the general fund--state fiscal year 1998
2 appropriation and \$35,000 of the general fund--state fiscal year 1999
3 appropriation are provided solely for the north county emergency
4 medical service.

5 **Sec. 106.** 1997 c 149 s 151 (uncodified) is amended to read as
6 follows:

7 **FOR THE GROWTH PLANNING HEARINGS BOARD**

8	General Fund Appropriation (FY 1998)	. . . . . \$	((1,247,000))
9			<u>1,314,000</u>
10	General Fund Appropriation (FY 1999)	. . . . . \$	((1,252,000))
11			<u>1,320,000</u>
12	TOTAL APPROPRIATION	. . . . . \$	((2,499,000))
13			<u>2,634,000</u>

14 (End of part)

PART II
HUMAN SERVICES

1
2
3 NEW SECTION. **Sec. 201. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**
4 **SERVICES.** (1) Appropriations made in part II of this act to the
5 department of social and health services shall initially be allotted as
6 required by this act. Subsequent allotment modifications shall not
7 include transfers of moneys between sections of this act except as
8 expressly provided in this act, nor shall allotment modifications
9 permit moneys that are provided solely for a specified purpose to be
10 used for other than that purpose.

11 (2) The department of social and health services shall not initiate
12 any services that will require expenditure of state general fund moneys
13 unless expressly authorized in this act or other law. The department
14 may seek, receive, and spend, under RCW 43.79.260 through 43.79.282,
15 federal moneys not anticipated in this act as long as the federal
16 funding does not require expenditure of state moneys for the program in
17 excess of amounts anticipated in this act. If the department receives
18 unanticipated unrestricted federal moneys, those moneys shall be spent
19 for services authorized in this act or in any other legislation
20 providing appropriation authority, and an equal amount of appropriated
21 state general fund moneys shall lapse. Upon the lapsing of any moneys
22 under this subsection, the office of financial management shall notify
23 the legislative fiscal committees. As used in this subsection,
24 "unrestricted federal moneys" includes block grants and other funds
25 that federal law does not require to be spent on specifically defined
26 projects or matched on a formula basis by state funds.

27 (3) The appropriations in sections 202 through 208 of this act
28 shall be expended for the programs and in the amounts listed in those
29 sections.

30 NEW SECTION. **Sec. 202. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**
31 **SERVICES--CHILDREN AND FAMILY SERVICES PROGRAM**

32	General Fund--State Appropriation (FY 1998)	\$	196,437,000
33	General Fund--State Appropriation (FY 1999)	\$	208,861,000
34	General Fund--Federal Appropriation	\$	252,269,000
35	General Fund--Private/Local Appropriation	\$	400,000

1	Violence Reduction and Drug Enforcement Account	
2	Appropriation	\$ 4,230,000
3	TOTAL APPROPRIATION	\$ 662,197,000

4 The appropriations in this section are subject to the following
5 conditions and limitations:

6 (1) \$16,510,000 of the general fund--state appropriation for fiscal
7 year 1998 and \$17,508,000 of the general fund--state appropriation for
8 fiscal year 1999 are provided solely for purposes consistent with the
9 maintenance of effort requirements under the federal temporary
10 assistance for needy families program established under P.L. 104-193.

11 (2) \$837,000 of the violence reduction and drug enforcement account
12 appropriation and \$7,228,000 of the general fund--federal appropriation
13 are provided solely for the operation of the family policy council, the
14 community public health and safety networks, and delivery of services
15 authorized under the federal family preservation and support act.
16 Within the funds provided, the family policy council shall contract for
17 an evaluation of the community networks with the institute for public
18 policy and shall provide for audits of ten networks. Within the funds
19 provided, the family policy council may build and maintain a geographic
20 information system database tied to community network geography.

21 (3) \$577,000 of the general fund--state fiscal year 1998
22 appropriation and \$577,000 of the general fund--state fiscal year 1999
23 appropriation are provided solely to contract for the operation of one
24 pediatric interim care facility. The facility shall provide
25 residential care for up to twelve children through two years of age.
26 Seventy-five percent of the children served by the facility must be in
27 need of special care as a result of substance abuse by their mothers.
28 The facility also shall provide on-site training to biological,
29 adoptive, or foster parents. The facility shall provide at least three
30 months of consultation and support to parents accepting placement of
31 children from the facility. The facility may recruit new and current
32 foster and adoptive parents for infants served by the facility. The
33 department shall not require case management as a condition of the
34 contract.

35 (4) \$481,000 of the general fund--state fiscal year 1998
36 appropriation and \$481,000 of the general fund--state fiscal year 1999
37 appropriation are provided solely for up to three nonfacility-based
38 programs for the training, consultation, support, and recruitment of

1 biological, foster, and adoptive parents of children through age three
2 in need of special care as a result of substance abuse by their
3 mothers, except that each program may serve up to three medically
4 fragile nonsubstance-abuse-affected children. In selecting
5 nonfacility-based programs, preference shall be given to programs whose
6 federal or private funding sources have expired or that have
7 successfully performed under the existing pediatric interim care
8 program.

9 (5) \$640,000 of the general fund--state appropriation for fiscal
10 year 1998 and \$640,000 of the general fund--state appropriation for
11 fiscal year 1999 are provided solely to fund Second Substitute Senate
12 Bill No. 5710 (juvenile care and treatment), including section 2 of the
13 bill. Amounts provided in this subsection to implement Second
14 Substitute Senate Bill No. 5710 must be used to serve families who are
15 screened from the child protective services risk assessment process.
16 Services shall be provided through contracts with community-based
17 organizations. If neither bill is enacted by June 30, 1997, the
18 amounts provided in this subsection shall lapse.

19 (6) \$594,000 of the general fund--state appropriation for fiscal
20 year 1998, \$556,000 of the general fund--state appropriation for fiscal
21 year 1999, and \$290,000 of the general fund--federal appropriation are
22 provided solely to fund the provisions of Engrossed Second Substitute
23 House Bill No. 2046 (foster parent liaison). The department shall
24 establish a foster parent liaison in each department of social and
25 health services region of the state and contract with a private
26 provider to implement a recruitment and retention program for foster
27 parents and adoptive families. The department shall provide a minimum
28 of two hundred additional adoptive and foster home placements by June
29 30, 1998. If the bill is not enacted by June 30, 1997, the amounts in
30 this subsection shall lapse.

31 (7) \$433,000 of the fiscal year 1998 general fund--state
32 appropriation, \$395,000 of the fiscal year 1999 general fund--state
33 appropriation, and \$894,000 of the general fund--federal appropriation
34 are provided solely to increase the rate paid to private child-placing
35 agencies.

36 (8) \$580,000 of the general fund--state appropriation for fiscal
37 year 1998 and \$580,000 of the general fund--state appropriation for
38 fiscal year 1999 are provided solely for development and expansion of
39 child care training requirements and optional training programs. The

1 department shall adopt rules to require annual training in early
2 childhood development of all directors, supervisors, and lead staff at
3 child care facilities. Directors, supervisors, and lead staff at child
4 care facilities include persons licensed as family child care
5 providers, and persons employed at child care centers or school age
6 child care centers. The department shall establish a program to fund
7 scholarships and grants to assist persons in meeting these training
8 requirements. The department shall also develop criteria for approving
9 training programs and establish a system for tracking who has received
10 the required level of training. In adopting rules, developing
11 curricula, setting up systems, and administering scholarship programs,
12 the department shall consult with the child care coordinating committee
13 and other community stakeholders.

14 (9) The department shall provide a report to the legislature by
15 November 1997 on the growth in additional rates paid to foster parents
16 beyond the basic monthly rate. This report shall explain why
17 exceptional, personal, and special rates are being paid for an
18 increasing number of children and why the amount paid for these rates
19 per child has risen in recent years. This report must also recommend
20 methods by which the legislature may improve the current foster parent
21 compensation system, allow for some method of controlling the growth in
22 costs per case, and improve the department's and the legislature's
23 ability to forecast the program's needs in future years.

24 (10) \$100,000 of the general fund--state appropriation for fiscal
25 year 1998 and \$100,000 of the general fund--state appropriation for
26 fiscal year 1999 are provided solely for legal costs associated with
27 the defense of vendors operating a secure treatment facility, for
28 actions arising from the good faith performance of treatment services
29 for behavioral difficulties or needs.

30 (11) \$2,745,000 of the fiscal year 1998 general fund--state
31 appropriation, \$2,745,000 of the fiscal year 1999 general fund--state
32 appropriation, and \$1,944,000 of the general fund--federal
33 appropriation are provided solely for the category of services titled
34 "intensive family preservation services."

35 (12) \$2,200,000 of the fiscal year 1998 general fund--state
36 appropriation and \$2,200,000 of the fiscal year 1999 general fund--
37 state appropriation are provided solely to continue existing continuum
38 of care and street youth projects.

1 (13) \$1,456,000 of the general fund--state appropriation for fiscal
 2 year 1998, \$1,474,000 of the general fund--state appropriation for
 3 fiscal year 1999 and \$1,141,000 of the general fund--federal
 4 appropriation are provided solely for the improvement of quality and
 5 capacity of the child care system and related consumer education. The
 6 activities funded by this appropriation shall include, but not be
 7 limited to: Expansion of child care resource and referral network
 8 services to serve additional families, to provide technical assistance
 9 to child care providers, and to cover currently unserved areas of the
 10 state; development of and incentives for child care during nonstandard
 11 work hours; and the development of care for infants, toddlers,
 12 preschoolers, and school age youth. These amounts are provided in
 13 addition to funding for child care training and fire inspections of
 14 child care facilities. These activities shall also improve the quality
 15 and capacity of the child care system.

16 NEW SECTION. **Sec. 203. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**
 17 **SERVICES--JUVENILE REHABILITATION PROGRAM**

18 (1) COMMUNITY SERVICES

19	General Fund--State Appropriation (FY 1998)	\$	32,305,000
20	General Fund--State Appropriation (FY 1999)	\$	32,348,000
21	General Fund--Federal Appropriation	\$	16,125,000
22	General Fund--Private/Local Appropriation	\$	378,000
23	Violence Reduction and Drug Enforcement Account		
24	Appropriation	\$	11,256,000
25	TOTAL APPROPRIATION	\$	92,412,000

26 The appropriations in this subsection are subject to the following
 27 conditions and limitations:

28 (a) \$527,000 of the violence reduction and drug enforcement account
 29 appropriation is provided solely for deposit in the county criminal
 30 justice assistance account solely for costs to the criminal justice
 31 system associated with the implementation of Engrossed Third Substitute
 32 House Bill No. 3900 (revising the juvenile code). If Engrossed Third
 33 Substitute House Bill No. 3900 is not enacted by June 30, 1997, the
 34 amount provided in this subsection shall lapse. The amount provided in
 35 this subsection is intended to provide funding for county adult court
 36 costs associated with the implementation of Engrossed Third Substitute

1 House Bill No. 3900 and shall be distributed in accordance with RCW
2 82.14.310.

3 (b) \$2,917,000 of the violence reduction and drug enforcement
4 account is provided solely for the implementation of Engrossed Third
5 Substitute Senate Bill No. 3900 (revising the juvenile code). The
6 amount provided in this subsection is intended to provide funding for
7 county impacts associated with the implementation of Third Substitute
8 Senate Bill No. 3900 and shall be distributed to counties as prescribed
9 in the current consolidated juvenile services (CJS) formula. If the
10 bill is not enacted by June 30, 1997, the amounts provided shall lapse.

11 (c) \$2,350,000 of the general fund--state fiscal year 1998
12 appropriation and \$2,350,000 of the general fund--state fiscal year
13 1999 appropriation are provided solely for an early intervention
14 program to be administered at the county level. Moneys shall be
15 awarded on a competitive basis to counties that have submitted plans
16 for implementation of an early intervention program consistent with
17 proven methodologies currently in place in the state. The juvenile
18 rehabilitation administration shall develop criteria for evaluation of
19 plans submitted and a timeline for awarding funding and shall assist
20 counties in creating and submitting plans for evaluation.

21 (d) \$1,221,000 of the violence reduction and drug enforcement
22 appropriation is provided solely to implement alcohol and substance
23 abuse treatment for locally committed offenders. The juvenile
24 rehabilitation administration shall award these moneys on a competitive
25 basis to counties that have submitted a plan for the provision of
26 treatment services approved by the division of alcohol and substance
27 abuse. The juvenile rehabilitation administration shall develop
28 criteria for evaluation of plans submitted and a timeline for awarding
29 funding and shall assist counties in creating and submitting plans for
30 evaluation. If Engrossed Third Substitute House Bill No. 3900
31 (juvenile code revisions) is not enacted by June 30, 1997, the amount
32 provided in this subsection shall lapse.

33 (e) \$100,000 of the general fund--state fiscal year 1998
34 appropriation and \$100,000 of the general fund--state fiscal year 1999
35 appropriation are provided solely for the juvenile rehabilitation
36 administration to contract with the institute for public policy for the
37 responsibilities assigned in Engrossed Third Substitute House Bill No.
38 3900 (juvenile code revisions). If the bill is not enacted by June 30,
39 1997, the amounts provided in this subsection shall lapse.

1 (f) \$400,000 of the violence reduction and drug enforcement account
 2 appropriation is provided solely for the development of standards
 3 measuring the effectiveness of chemical dependency treatment and for
 4 conducting evaluations of chemical dependency programs pursuant to
 5 Engrossed Third Substitute House Bill No. 3900 (revising the juvenile
 6 code). If the bill is not enacted by June 30, 1997, the amount
 7 provided in this subsection shall lapse. The juvenile rehabilitation
 8 administration shall consult with the division of alcohol and substance
 9 abuse and contract with the University of Washington to develop the
 10 standards and conduct the evaluations.

11 (g) \$150,000 of the general fund--state fiscal year 1998
 12 appropriation and \$150,000 of the general fund--state fiscal year 1999
 13 appropriation are provided solely for a contract to expand the services
 14 of the teamchild project to additional sites. Priority use of these
 15 funds shall be to provide teamchild service to early repeat offenders
 16 to help ensure they receive appropriate child welfare and educational
 17 services.

18 (2) INSTITUTIONAL SERVICES

19	General Fund--State Appropriation (FY 1998)	\$	44,782,000
20	General Fund--State Appropriation (FY 1999)	\$	44,662,000
21	General Fund--Private/Local Appropriation	\$	727,000
22	Violence Reduction and Drug Enforcement Account		
23	Appropriation	\$	15,281,000
24	TOTAL APPROPRIATION	\$	105,452,000

25 The appropriations in this subsection are subject to the following
 26 conditions and limitations: \$3,680,000 of the violence reduction and
 27 drug enforcement account appropriation is provided solely for the
 28 implementation of Engrossed Third Substitute House Bill No. 3900
 29 (juvenile code revisions). If the bill is not enacted by June 30,
 30 1997, the amount provided in this subsection shall lapse.

31 (3) PROGRAM SUPPORT

32	General Fund--State Appropriation (FY 1998)	\$	1,922,000
33	General Fund--State Appropriation (FY 1999)	\$	1,610,000
34	General Fund--Federal Appropriation	\$	156,000
35	Violence Reduction and Drug Enforcement Account		
36	Appropriation	\$	421,000

1 TOTAL APPROPRIATION \$ 4,109,000

2 The appropriations in this subsection are subject to the following
3 conditions and limitations:

4 (a) \$92,000 of the general fund--state fiscal year 1998
5 appropriation and \$36,000 of the general fund--state fiscal year 1999
6 appropriation are provided solely for the implementation of Substitute
7 Senate Bill No. 5759 (risk classification). If the bill is not enacted
8 by June 30, 1997, the amounts provided shall lapse.

9 (b) \$206,000 of the general fund--state fiscal year 1998
10 appropriation is provided solely for the implementation of Engrossed
11 Second Substitute Senate Bill No. 5710 (juvenile care and treatment).
12 If the bill is not enacted by June 30, 1997, the amount provided shall
13 lapse.

14 (c) \$97,000 of the general fund--state fiscal year 1998
15 appropriation and \$36,000 of the general fund--state fiscal year 1999
16 appropriation are provided solely for the implementation of Engrossed
17 Third Substitute House Bill No. 3900 (juvenile code revisions). If the
18 bill is not enacted by June 30, 1997, the amounts provided shall lapse.

19 (d) Within the amounts provided in this subsection, the juvenile
20 rehabilitation administration (JRA) shall develop by January 1, 1998,
21 a staffing model for noncustody functions at JRA institutions and work
22 camps. The models should, whenever possible, reflect the most
23 efficient practices currently being used within the system.

24 *Sec. 204. 1997 c 149 s 207 (uncodified) is amended to read as
25 follows:

26 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ECONOMIC SERVICES**
27 **PROGRAM**

28	General Fund--State Appropriation (FY 1998)	\$ 543,150,000
29	General Fund--State Appropriation (FY 1999)	\$ 529,985,000
30	General Fund--Federal Appropriation	\$ 952,618,000
31	TOTAL APPROPRIATION	\$2,025,753,000

32 The appropriations in this section are subject to the following
33 conditions and limitations:

34 (1) General assistance--unemployable recipients who are assessed as
35 needing alcohol or drug treatment shall be assigned a protective payee

1 to prevent the diversion of cash assistance toward purchasing alcohol
2 or other drugs.

3 (2) The legislature finds that, with the passage of the federal
4 personal responsibility and work opportunity act and Engrossed House
5 Bill No. 3901, the temporary assistance for needy families is no longer
6 an entitlement. The legislature declares that the currently
7 appropriated level for the program is sufficient for the next few
8 budget cycles. To the extent, however, that currently appropriated
9 amounts exceed costs during the 1997-99 biennium, the department is
10 encouraged to set aside excess federal funds for use in future years.

11 (3) \$485,000 of the general fund--state fiscal year 1998
12 appropriation, \$3,186,000 of the general fund--state fiscal year 1999
13 appropriation, and \$3,168,000 of the general fund--federal
14 appropriation are provided solely to continue to implement the
15 previously competitively procured electronic benefits transfer system
16 through the western states EBT alliance for distribution of cash grants
17 and food stamps so as to meet the requirements of P.L. 104-193.

18 (4) \$50,000 of the fiscal year 1998 general fund--state
19 appropriation is provided solely for a study of child care
20 affordability as directed in section 403 of Engrossed House Bill No.
21 3901 (implementing welfare reform). The study shall be performed by
22 the Washington institute for public policy. If the bill is not enacted
23 by June 30, 1997, the amount provided in this subsection shall lapse.

24 (5) \$500,000 of the fiscal year 1998 general fund--state
25 appropriation and \$500,000 of the fiscal year 1999 general fund--state
26 appropriation are provided solely for an evaluation of the WorkFirst
27 program as directed in section 705 of Engrossed House Bill No. 3901
28 (implementing welfare reform). The study shall be performed by the
29 joint legislative audit and review committee. If the bill is not
30 enacted by June 30, 1997, the amount provided in this subsection shall
31 lapse.

32 (6) \$73,129,000 of the general fund--federal appropriation is
33 provided solely for child care assistance for low-income families in
34 the WorkFirst program and for low-income working families as authorized
35 in Engrossed House Bill No. 3901 (implementing welfare reform). All
36 child care assistance provided shall be subject to a monthly copay to
37 be paid by the family receiving the assistance.

38 (a) The monthly copay required shall be a minimum of ten dollars
39 for families with incomes below seventy-four percent of the federal

1 poverty level adjusted for family size. For families with incomes at
2 or above seventy-four percent of the federal poverty level adjusted for
3 family size, the monthly copay shall be the greater of twenty dollars
4 or forty-seven percent of the family's income above one hundred percent
5 of the federal poverty level adjusted for family size. Child care
6 assistance shall not be provided to families with incomes above one
7 hundred seventy-five percent of the federal poverty level adjusted for
8 family size.

9 (b) The copay schedule defined in (a) of this subsection shall be
10 in effect unless the department establishes a waiting list for the
11 child care assistance program authorized in Engrossed House Bill No.
12 3901 (implementing welfare reform) or unless the quarterly reports
13 required by section 321 of the bill indicate that child care
14 expenditures will exceed appropriations made for that purpose at the
15 end of the fiscal year.

16 (c) If either of the conditions in (b) of this subsection occurs,
17 the monthly copay required shall be a minimum of ten dollars per month
18 for families with incomes below seventy-four percent of the federal
19 poverty level adjusted for family size. For families with incomes at
20 or above seventy-four percent of the federal poverty level adjusted for
21 family size, the monthly copay shall be the greater of ten dollars or
22 thirty percent of the family's income above seventy-four percent of the
23 federal poverty level adjusted for family size. For families with
24 incomes at or above one hundred percent of the federal poverty level
25 adjusted for family size, the monthly copay shall be the greater of one
26 hundred dollars or twenty-nine percent of the family's income in excess
27 of seventy-four percent of the federal poverty level adjusted for
28 family size. For families with incomes at or above one hundred thirty-
29 one percent of the federal poverty level adjusted for family size, the
30 monthly copay shall be fifty percent of the family's income in excess
31 of one hundred percent of the federal poverty level adjusted for family
32 size. Child care assistance shall not be provided to families with
33 incomes above one hundred seventy-five percent of the federal poverty
34 level adjusted for family size.

35 (7) \$7,624,000 of the fiscal year 1998 general fund--state
36 appropriation, \$18,489,000 of the fiscal year 1999 general fund--state
37 appropriation, and \$29,781,000 of the general fund--federal
38 appropriation are provided solely for implementation of Engrossed House
39 Bill No. 3901 (implementing welfare reform), including sections 404 and

1 405. If the bill is not enacted by June 30, 1997, the amounts provided
2 in this subsection shall lapse. The level of benefits in the food
3 program for legal immigrants authorized in the bill shall be equivalent
4 to benefits provided by the federal food stamp program.

5 (8) \$89,722,000 of the fiscal year 1998 general fund--state
6 appropriation and \$75,466,000 of the fiscal year 1999 general fund--
7 state appropriation are provided solely for cash assistance to
8 recipients in the general assistance--unemployable program. The
9 department shall take any and all actions necessary to maintain
10 expenditures within these amounts.

11 (9) \$55,995,000 of the fiscal year 1998 general fund--state
12 appropriation, \$55,995,000 of the fiscal year 1999 general fund--state
13 appropriation, and \$184,510,000 of the general fund--federal
14 appropriation are provided solely to administer a low-income child care
15 program as authorized in Engrossed House Bill No. 3901 (implementing
16 welfare reform). The child care program funds shall be allotted as
17 follows:

18 (a) Each six-month period shall have \$27,997,500 general fund--
19 state and \$46,127,500 general fund--federal funds allotted to be spent
20 during that six-month period for low-income child care assistance.

21 (b) The department may spend up to the allotted amount for child
22 care assistance during each six-month period. Any funds not spent
23 during the six-month period may be held over and allotted in the next
24 six-month period, subject to the provisions of subsection (6) of this
25 section.

26 (c) Federal funds allotted for child care but not spent in fiscal
27 year 1998 may be transferred to fiscal year 1999 for allotment but
28 state funds must be spent in the year appropriated.

29 (d) *The department shall operate the low-income child care*
30 *assistance program within funds appropriated by the legislature for*
31 *that purpose.*

32 *Sec. 204 was partially vetoed. See message at end of chapter.

33 **Sec. 205.** 1997 c 149 s 208 (uncodified) is amended to read as
34 follows:

35 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ALCOHOL AND SUBSTANCE**
36 **ABUSE PROGRAM**

37 General Fund--State Appropriation (FY 1998) . . . \$ ((14,714,000))
38 14,466,000

1	General Fund--State Appropriation (FY 1999) . . . \$	((14,829,000))
2		<u>14,334,000</u>
3	General Fund--Federal Appropriation \$	80,497,000
4	General Fund--Private/Local Appropriation \$	630,000
5	Violence Reduction and Drug Enforcement Account	
6	Appropriation \$	72,900,000
7	TOTAL APPROPRIATION \$	((183,570,000))
8		<u>182,827,000</u>

9 The appropriations in this section are subject to the following
10 conditions and limitations:

11 (1) \$2,062,000 of the general fund--federal appropriation and
12 \$7,482,000 of the violence reduction and drug enforcement account
13 appropriation are provided solely for the grant programs for school
14 districts and educational service districts set forth in RCW
15 28A.170.080 through 28A.170.100, including state support activities, as
16 administered through the office of the superintendent of public
17 instruction.

18 (2) \$1,902,000 of the general fund--state fiscal year 1998
19 appropriation, \$1,902,000 of the general fund--state fiscal year 1999
20 appropriation, and \$1,592,000 of the general fund--federal
21 appropriation are provided solely for alcohol and substance abuse
22 assessment, treatment, including treatment for drug affected infants
23 and toddlers, and child care services for clients of the division of
24 children and family services. Assessment shall be provided by approved
25 chemical dependency treatment programs as requested by child protective
26 services personnel in the division of children and family services.
27 Child care shall be provided as deemed necessary by the division of
28 children and family services while parents requiring alcohol and
29 substance abuse treatment are attending treatment programs.

30 (3) \$760,000 of the fiscal year 1998 general fund--state
31 appropriation and \$760,000 of the fiscal year 1999 general fund--state
32 appropriation are provided solely to fund a program serving mothers of
33 children affected by fetal alcohol syndrome and related conditions,
34 known as the birth-to-three program. The program may be operated in
35 two cities in the state.

36 ~~((4) \$248,000 of the fiscal year 1998 general fund state~~
37 ~~appropriation and \$495,000 of the fiscal year 1999 general fund state~~
38 ~~appropriation are provided solely to implement Engrossed Third~~

1 ~~Substitute House Bill No. 3900 (revising the juvenile code). If the~~
2 ~~bill is not enacted by June 30, 1997, the amounts provided in this~~
3 ~~subsection shall lapse.))~~

4 *Sec. 206. 1997 c 149 s 211 (uncodified) is amended to read as
5 follows:

6 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ADMINISTRATION AND**
7 **SUPPORTING SERVICES PROGRAM**

8	General Fund--State Appropriation (FY 1998)	\$	24,572,000
9	General Fund--State Appropriation (FY 1999)	\$	23,956,000
10	General Fund--Federal Appropriation	\$	40,352,000
11	General Fund--Private/Local Appropriation	\$	270,000
12	TOTAL APPROPRIATION	\$	89,150,000

13 The appropriations in this section are subject to the following
14 conditions and limitations:

15 (1) The department may transfer up to \$1,289,000 of the general
16 fund--state appropriation for fiscal year 1998, \$1,757,000 of the
17 general fund--state appropriation for fiscal year 1999, and \$2,813,000
18 of the general fund--federal appropriation to the administration and
19 supporting services program from various other programs to implement
20 administrative reductions.

21 (2) The secretary of social and health services and the director of
22 labor and industries shall report to the appropriate fiscal and policy
23 committees of the legislature by July 1, 1997, and every six months
24 thereafter on the measurable changes in employee injury and time-loss
25 rates that have occurred in the state developmental disabilities,
26 juvenile rehabilitation, and mental health institutions as a result of
27 the upfront loss-control discount agreement between the agencies.

28 (3) The department shall not expend any funding for staffing or
29 publication of the sexual minority initiative.

30 (4) \$60,000 of the general fund--state appropriation for fiscal
31 year 1998 is provided solely for a welfare fraud pilot program as
32 described by House Bill No. 1822 (welfare fraud investigation).

33 (5) \$55,000 of the fiscal year 1998 general fund--state
34 appropriation, \$64,000 of the fiscal year 1999 general fund--state
35 appropriation, and \$231,000 of the general fund--federal appropriation
36 are provided solely for implementation of Engrossed House Bill No. 3901

1 (implementing welfare reform). If the bill is not enacted by June 30,
2 1997, the amounts provided in this subsection shall lapse.

3 ***Sec. 206 was partially vetoed. See message at end of chapter.**

4 ***Sec. 207.** 1997 c 149 s 212 (uncodified) is amended to read as
5 follows:

6 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--CHILD SUPPORT PROGRAM**

7 General Fund--State Appropriation (FY 1998)	\$ 21,122,000
8 General Fund--State Appropriation (FY 1999)	\$ 20,877,000
9 General Fund--Federal Appropriation	\$ 145,739,000
10 General Fund--Private/Local Appropriation	\$ 33,207,000
11 TOTAL APPROPRIATION	\$ 220,945,000

12 The appropriations provided in this section are subject to the
13 following conditions and limitations:

14 (1) The department shall contract with private collection agencies
15 to pursue collection of AFDC child support arrearages in cases that
16 might otherwise consume a disproportionate share of the department's
17 collection efforts. The department's child support collection staff
18 shall determine which cases are appropriate for referral to private
19 collection agencies. In determining appropriate contract provisions,
20 the department shall consult with other states that have successfully
21 contracted with private collection agencies to the extent allowed by
22 federal support enforcement regulations.

23 (2) The department shall request a waiver from federal support
24 enforcement regulations to replace the current program audit criteria,
25 which is process-based, with performance measures based on program
26 outcomes.

27 (3) The amounts appropriated in this section for child support
28 legal services shall be expended only by means of contracts with local
29 prosecutor's offices.

30 (4) \$305,000 of the general fund--state fiscal year 1998
31 appropriation, \$494,000 of the general fund--state fiscal year 1999
32 appropriation, and \$1,408,000 of the general fund--federal
33 appropriation are provided solely to implement Engrossed House Bill No.
34 3901 (implementing welfare reform). If the bill is not enacted by June
35 30, 1997, the amounts provided in this subsection shall lapse.

36 ***Sec. 207 was partially vetoed. See message at end of chapter.**

1 **Sec. 208.** 1997 c 149 s 213 (uncodified) is amended to read as
2 follows:

3 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--PAYMENTS TO OTHER**
4 **AGENCIES PROGRAM**

5	General Fund--State Appropriation (FY 1998)	\$	47,435,000
6	General Fund--State Appropriation (FY 1999)	\$	47,514,000
7	General Fund--Federal Appropriation	\$	54,366,000
8	Health Services Account Appropriation	\$	1,502,000
9	Violence Reduction and Drug Enforcement Account		
10	Appropriation	\$	2,215,000
11	TOTAL APPROPRIATION	\$	153,032,000

12 The appropriations in this section are subject to the following
13 conditions and limitations:

14 (1) \$22,893,000 of the general fund--state appropriation for fiscal
15 year 1998, \$22,835,000 of the general fund--state appropriation for
16 fiscal year 1999, \$35,431,000 of the general fund--federal
17 appropriation, \$2,215,000 of the violence reduction and drug
18 enforcement account appropriation, and \$1,502,000 of the health
19 services account appropriation are provided solely to increase the
20 rates of contracted service providers. The department need not provide
21 all vendors with the same percentage rate increase. Rather, the
22 department is encouraged to use these funds to help assure an adequate
23 supply of qualified vendors. Vendors providing services in markets
24 where recruitment and retention of qualified providers is a problem may
25 receive larger rate increases than other vendors. It is the
26 legislature's intent that these amounts shall be used primarily to
27 increase compensation for persons employed in direct, front-line
28 service delivery. Any rate increases granted as a result of this
29 section must be implemented so that the carry-forward costs into the
30 1999-01 biennium do not exceed the amounts provided in this subsection.
31 Within thirty days of granting a vendor rate increase under this
32 section, the department shall report the following information to the
33 fiscal committees of the legislature: (a) The amounts and effective
34 dates of any increases granted; (b) the process and criteria used to
35 determine the increases; and (c) any data used in that process. In
36 accordance with RCW 43.88.110(1), the department and the office of
37 financial management shall allot funds appropriated in this section to

1 the programs and budget units from which the funds will be expended.
2 Such allotments shall be completed no later than September 15, 1997.

3 (2) \$263,000 of the fiscal year 1998 general fund--state
4 appropriation, \$349,000 of the fiscal year 1999 general fund--state
5 appropriation, and \$1,186,000 of the general fund--federal
6 appropriation are provided solely for implementation of Engrossed House
7 Bill No. 3901 (implementing welfare reform). If the bill is not
8 enacted by June 30, 1997, the amounts provided in this subsection shall
9 lapse.

10 **Sec. 209.** 1997 c 149 s 220 (uncodified) is amended to read as
11 follows:

12 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

13 (1) HEADQUARTERS

14	General Fund Appropriation (FY 1998)	\$((1,339,000))
15		<u>1,409,000</u>
16	General Fund Appropriation (FY 1999)	\$((1,334,000))
17		<u>1,404,000</u>
18	Industrial Insurance Premium Refund Account	
19	Appropriation	\$ 80,000
20	Charitable, Educational, Penal, and Reformatory	
21	Institutions Account Appropriation	\$ 4,000
22	TOTAL APPROPRIATION	\$((2,757,000))
23		<u>2,897,000</u>

24 (2) FIELD SERVICES

25	General Fund--State Appropriation (FY 1998)	\$ 2,418,000
26	General Fund--State Appropriation (FY 1999)	\$ 2,420,000
27	General Fund--Federal Appropriation	\$ 26,000
28	General Fund--Private/Local Appropriation	\$ 85,000
29	TOTAL APPROPRIATION	\$ 4,949,000

30 (3) INSTITUTIONAL SERVICES

31	General Fund--State Appropriation (FY 1998)	\$ 6,101,000
32	General Fund--State Appropriation (FY 1999)	\$ 5,369,000
33	General Fund--Federal Appropriation	\$ 19,556,000
34	General Fund--Private/Local Appropriation	\$ 14,583,000
35	TOTAL APPROPRIATION	\$ 45,609,000

1	*NEW SECTION. Sec. 210. FOR THE STATE HEALTH CARE AUTHORITY	
2	General Fund--State Appropriation (FY 1998) . . . \$	6,316,000
3	General Fund--State Appropriation (FY 1999) . . . \$	6,317,000
4	State Health Care Authority Administration	
5	Account Appropriation \$	14,719,000
6	Health Services Account Appropriation \$	330,628,000
7	TOTAL APPROPRIATION \$	357,980,000

8 The appropriations in this section are subject to the following
9 conditions and limitations:

10 (1) The general fund--state appropriations are provided solely for
11 health care services provided through local community clinics.

12 (2) Within funds appropriated in this section and sections 205 and
13 206 of chapter 149, Laws of 1997, the health care authority shall
14 continue to provide an enhanced basic health plan subsidy option for
15 foster parents licensed under chapter 74.15 RCW and workers in state-
16 funded homecare programs. Under this enhanced subsidy option, foster
17 parents and homecare workers with family incomes below 200 percent of
18 the federal poverty level shall be allowed to enroll in the basic
19 health plan at a cost of ten dollars per covered worker per month.

20 (3) Effective October 1997, the health care authority shall require
21 organizations and individuals that are paid to deliver basic health
22 plan services to contribute a minimum of thirty dollars per enrollee
23 per month if the organization or individual chooses to sponsor an
24 individual's enrollment in the subsidized basic health plan.

25 (4) \$150,000 of the health services account appropriation is
26 provided solely to implement health care savings accounts. If
27 legislation requiring a pilot project of such accounts is not enacted
28 by June 30, 1997, the amount provided in this subsection shall lapse.

29 ***(5) The health care authority shall report to the fiscal committees***
30 ***of the legislature by December 1, 1997, on the number of basic health***
31 ***plan enrollees who are illegal aliens but are not resident citizens,***
32 ***legal aliens, legal refugees, or legal asylees.***

33 (6) \$270,000 of the health services account appropriation is
34 provided solely to pay commissions to agents and brokers in accordance
35 with RCW 70.47.015(5) for application assistance provided to persons on
36 the reservation list as of June 30, 1997, who enroll in the subsidized
37 basic health plan on or after July 1, 1997.

38 *Sec. 210 was partially vetoed. See message at end of chapter.

1 **Sec. 211.** 1997 c 149 s 218 (uncodified) is amended to read as
2 follows:

3 **FOR THE DEPARTMENT OF LABOR AND INDUSTRIES**

4	General Fund Appropriation (FY 1998)	\$	6,805,000
5	General Fund Appropriation (FY 1999)	\$	6,848,000
6	Public Safety and Education Account--		
7	State Appropriation	\$	16,246,000
8	Public Safety and Education Account--		
9	Federal Appropriation	\$	6,002,000
10	Public Safety and Education Account--		
11	Private/Local Appropriation	\$	2,014,000
12	Electrical License Account Appropriation	\$	22,542,000
13	Farm Labor Revolving Account Appropriation	\$	28,000
14	Worker and Community Right-to-Know Account		
15	Appropriation	\$	2,187,000
16	Public Works Administration Account		
17	Appropriation	\$	1,975,000
18	Accident Account--State Appropriation	\$	((146,849,000))
19			<u>146,901,000</u>
20	Accident Account--Federal Appropriation	\$	9,112,000
21	Medical Aid Account--State Appropriation	\$	((155,220,000))
22			<u>155,276,000</u>
23	Medical Aid Account--Federal Appropriation	\$	1,592,000
24	Plumbing Certificate Account Appropriation	\$	((846,000))
25			<u>947,000</u>
26	Pressure Systems Safety Account Appropriation	\$	2,106,000
27	TOTAL APPROPRIATION	\$	((380,372,000))
28			<u>380,581,000</u>

29 The appropriations in this section are subject to the following
30 conditions and limitations:

31 (1) Expenditures of funds appropriated in this section for the
32 information systems projects identified in agency budget requests as
33 "claims service delivery", "electrical permitting and inspection
34 system", and "credentialing information system" are conditioned upon
35 compliance with section 902 of this act.

36 (2) Pursuant to RCW 7.68.015, the department shall operate the
37 crime victims compensation program within the public safety and
38 education account funds appropriated in this section. In the event

1 that cost containment measures are necessary, the department may (a)
2 institute copayments for services; (b) develop preferred provider and
3 managed care contracts; (c) coordinate with the department of social
4 and health services to use the public safety and education account as
5 matching funds for federal Title XIX reimbursement, to the extent this
6 maximizes total funds available for services to crime victims.

7 (3) \$54,000 of the general fund appropriation for fiscal year 1998
8 and \$54,000 of the general fund appropriation for fiscal year 1999 are
9 provided solely for an interagency agreement to reimburse the board of
10 industrial insurance appeals for crime victims appeals.

11 (4) The secretary of social and health services and the director of
12 labor and industries shall report to the appropriate fiscal and policy
13 committees of the legislature by July 1, 1997, and every six months
14 thereafter on the measurable changes in employee injury and time-loss
15 rates that have occurred in the state developmental disabilities,
16 juvenile rehabilitation, and mental health institutions as a result of
17 the upfront loss-control discount agreement between the agencies.

18 ~~(5) ((\$43,000 of the general fund state appropriation for fiscal~~
19 ~~year 1998, \$35,000 of the general fund state appropriation for fiscal~~
20 ~~year 1999, \$20,000 of the electrical license account appropriation, and~~
21 ~~\$58,000 of the plumbing certificate account appropriation are provided~~
22 ~~solely for the implementation of Engrossed House Bill No. 3901~~
23 ~~(implementing welfare reform). If the bill is not enacted by June 30,~~
24 ~~1997, the amount provided shall lapse.~~

25 ~~(6))~~ The expenditures of the elevator, factory assembled
26 structures, and contractors' registration and compliance programs may
27 not exceed the revenues generated by these programs.

28 (6) \$101,000 of the plumbing certificate account appropriation is
29 provided solely for the implementation of Substitute Senate Bill No.
30 5749 (pipe installer). If the bill is not enacted by June 30, 1997,
31 the amount provided shall lapse.

32 (7) \$56,000 of the medical aid account appropriation and \$52,000 of
33 the accident account appropriation are provided solely for evaluating
34 agency operational improvements.

35 (8) \$593,000 of nonappropriated funds from the medical aid account
36 shall be provided solely for allocation to the joint legislative audit
37 and review committee for a performance audit and operations review of
38 the state workers' compensation system pursuant to Substitute Senate
39 Bill No. 6030.

1 **Sec. 212.** 1997 c 149 s 221 (uncodified) is amended to read as
2 follows:

3 **FOR THE DEPARTMENT OF HEALTH**

4	General Fund--State Appropriation (FY 1998) . . . \$	((53,955,000))
5		<u>62,996,000</u>
6	General Fund--State Appropriation (FY 1999) . . . \$	((57,462,000))
7		<u>65,741,000</u>
8	General Fund--Federal Appropriation \$	259,139,000
9	General Fund--Private/Local Appropriation \$	24,351,000
10	Hospital Commission Account Appropriation \$	3,089,000
11	Health Professions Account Appropriation \$	36,038,000
12	Emergency Medical and Trauma Care Services Account	
13	Appropriation \$	21,042,000
14	Safe Drinking Water Account Appropriation \$	2,494,000
15	<u>Death Investigations Account Appropriation</u> . . . \$	<u>1,000,000</u>
16	Drinking Water Assistance Account--Federal	
17	Appropriation \$	5,385,000
18	Waterworks Operator Certification Appropriation . \$	588,000
19	Water Quality Account Appropriation \$	3,065,000
20	Violence Reduction and Drug ((Education))	
21	<u>Enforcement</u> Account Appropriation \$	469,000
22	State Toxics Control Account Appropriation . . . \$	2,854,000
23	Medical Test Site Licensure Account Appropriation \$	1,624,000
24	Youth Tobacco Prevention Account Appropriation . \$	1,812,000
25	Health Services Account Appropriation \$	((24,224,000))
26		<u>12,474,000</u>
27	TOTAL APPROPRIATION \$	((497,591,000))
28		<u>504,161,000</u>

29 The appropriations in this section are subject to the following
30 conditions and limitations:

31 (1) \$2,134,000 of the health professions account appropriation is
32 provided solely for the development and implementation of a licensing
33 and disciplinary management system. Expenditures are conditioned upon
34 compliance with section 902 of this act. These funds shall not be
35 expended without appropriate project approval by the department of
36 information systems.

37 (2) Funding provided in this section for the drinking water program
38 data management system shall not be expended without appropriate

1 project approval by the department of information systems.
2 Expenditures are conditioned upon compliance with section 902 of this
3 act.

4 (3) The department is authorized to raise existing fees charged to
5 the nursing professions and midwives, by the pharmacy board, and for
6 boarding home licenses, in excess of the fiscal growth factor
7 established by Initiative Measure No. 601, if necessary, to meet the
8 actual costs of conducting business.

9 (4) \$1,633,000 of the general fund--state fiscal year 1998
10 appropriation and \$1,634,000 of the general fund--state fiscal year
11 1999 appropriation are provided solely for the implementation of the
12 Puget Sound water work plan and agency action items, DOH-01, DOH-02,
13 DOH-03, DOH-04, DOH-05, DOH-06, DOH-07, DOH-08, DOH-09, DOH-10, DOH-11,
14 and DOH-12.

15 (5) \$10,000,000 of the health services account appropriation is
16 provided solely for distribution to local health departments for
17 distribution on a per capita basis. Prior to distributing these funds,
18 the department shall adopt rules and procedures to ensure that these
19 funds are not used to replace current local support for public health
20 programs.

21 (6) \$500,000 of the general fund--state appropriation for fiscal
22 year 1998 and \$500,000 of the general fund--state appropriation for
23 fiscal year 1999 are provided solely for operation of a youth suicide
24 prevention program at the state level, including a state-wide public
25 educational campaign to increase knowledge of suicide risk and ability
26 to respond and provision of twenty-four hour crisis hotlines, staffed
27 to provide suicidal youth and caregivers a source of instant help.

28 (7) The department of health shall not initiate any services that
29 will require expenditure of state general fund moneys unless expressly
30 authorized in this act or other law. The department may seek, receive,
31 and spend, under RCW 43.79.260 through 43.79.282, federal moneys not
32 anticipated in this act as long as the federal funding does not require
33 expenditure of state moneys for the program in excess of amounts
34 anticipated in this act. If the department receives unanticipated
35 unrestricted federal moneys, those moneys shall be spent for services
36 authorized in this act or in any other legislation that provides
37 appropriation authority, and an equal amount of appropriated state
38 moneys shall lapse. Upon the lapsing of any moneys under this
39 subsection, the office of financial management shall notify the

1 legislative fiscal committees. As used in this subsection,
2 "unrestricted federal moneys" includes block grants and other funds
3 that federal law does not require to be spent on specifically defined
4 projects or matched on a formula basis by state funds.

5 (8) \$259,000 of the health professions account appropriation is
6 provided solely to implement Engrossed House Bill No. 3901
7 (implementing welfare reform). If the bill is not enacted by June 30,
8 1997, the amounts provided in this subsection shall lapse.

9 (9) \$150,000 of the general fund--state fiscal year 1998
10 appropriation and \$150,000 of the general fund--state fiscal year 1999
11 appropriation are provided solely for community-based oral health
12 grants that may fund sealant programs, education, prevention, and other
13 oral health interventions. The grants may be awarded to state or
14 federally funded community and migrant health centers, tribal clinics,
15 or public health jurisdictions. Priority shall be given to communities
16 with established oral health coalitions. Grant applications for oral
17 health education and prevention grants shall include (a) an assessment
18 of the community's oral health education and prevention needs; (b)
19 identification of the population to be served; and (c) a description of
20 the grant program's predicted outcomes.

21 (10) \$21,042,000 of the emergency medical and trauma care services
22 account appropriation is provided solely for implementation of
23 Substitute Senate Bill No. 5127 (trauma care services). If the bill is
24 not enacted by June 30, 1997, the amount provided in this subsection
25 shall lapse.

26 (11) \$500,000 of the general fund--state appropriation for fiscal
27 year 1998 and \$500,000 of the general fund--state appropriation for
28 fiscal year 1999 are provided solely for family support and provider
29 training services for children with special health care needs.

30 (12) \$300,000 of the general fund--federal appropriation is
31 provided solely for an abstinence education program which complies with
32 P.L. 104-193. \$400,000 of the general fund--federal appropriation is
33 provided solely for abstinence education projects at the office of the
34 superintendent of public instruction and shall be transferred to the
35 office of the superintendent of public instruction for the 1998-99
36 school year. The department shall apply for abstinence education funds
37 made available by the federal personal responsibility and work
38 opportunity act of 1996 and implement a program that complies with the
39 requirements of that act.

1 (13) \$50,000 of the general fund--state appropriation for fiscal
2 year 1998 and \$50,000 of the general fund--state appropriation for
3 fiscal year 1999 are provided solely for the implementation of Second
4 Substitute House Bill No. 1191 (mandated health benefit review). If
5 the bill is not enacted by June 30, 1997, the amounts provided in this
6 section shall lapse.

7 (14) \$100,000 of the general fund--state appropriation for fiscal
8 year 1998 and \$100,000 of the general fund--state appropriation for
9 fiscal year 1999 are provided solely for the volunteer retired provider
10 program. Funds shall be used to increase children's access to dental
11 care services in rural and underserved communities by paying
12 malpractice insurance and professional licensing fees for retired
13 dentists participating in the program.

14 (15) \$852,000 of the drinking water assistance account--federal
15 appropriation is provided solely for an interagency agreement with the
16 department of community, trade, and economic development to administer,
17 in cooperation with the public works board, loans to local governments
18 and public water systems for projects and activities to protect and
19 improve the state's drinking water facilities and resources.

20 ~~(16) ((Amounts provided in this section are sufficient to operate~~
21 ~~the AIDS prescription drug program. To operate the program within the~~
22 ~~appropriated amount, the department shall limit new enrollments, manage~~
23 ~~access to the most expensive drug regimens, establish waiting lists and~~
24 ~~priority rankings, assist clients in accessing drug assistance programs~~
25 ~~sponsored by drug manufacturers, or pursue other means of managing~~
26 ~~expenditures by the program.))~~ \$3,347,000 of the fiscal year 1998
27 general fund--state appropriation and \$3,347,000 of the fiscal year
28 1999 general fund--state appropriation are provided solely for the AIDS
29 prescription drug program and HIV intervention program. The department
30 shall operate the program within total appropriations. The department
31 shall take such actions as are necessary to control expenditures,
32 including administrative efficiencies such as reductions to provider
33 reimbursement rates, modifications to financial eligibility,
34 modifications to the scope of services, and client cost sharing
35 mechanisms. The department shall identify program policy changes
36 required to manage within the amounts provided.

37 (17) Funding provided in this section is sufficient to implement
38 section 8 of Engrossed Substitute House Bill No. 2264 (eliminating the
39 health care policy board).

1 (18) (~~(\$4,150,000 of the health services account)~~) \$2,075,000 of
2 the fiscal year 1998 general fund--state appropriation and \$2,075,000
3 of the fiscal year 1999 general fund--state appropriation ((is)) are
4 provided solely for the Washington poison center.

5 (19) \$1,000,000 of the death investigations account appropriation
6 is provided solely for the implementation of state-wide child mortality
7 reviews. Local health jurisdictions shall coordinate child mortality
8 reviews for children from birth to eighteen years of age, develop local
9 child mortality review protocols, and serve as the appointing authority
10 and lead agency for local child death review teams. The department of
11 health shall develop standard aggregate data elements, collect and
12 analyze local child mortality review data, provide technical assistance
13 to local child mortality review teams, and approve local child death
14 review protocols. If House Bill No. 1269 (death investigations
15 account) is not enacted by June 30, 1997, the amount provided in this
16 subsection shall lapse.

17 (20) \$1,125,000 of the fiscal year 1998 general fund--state
18 appropriation and \$1,125,000 of the fiscal year 1999 general fund--
19 state appropriation are provided solely for deposit in the county
20 public health account.

21 (21) \$60,000 of the general fund--state appropriation for fiscal
22 year 1998 and \$60,000 of the general fund--state appropriation for
23 fiscal year 1999 are provided solely for attorney general services and
24 such other activities not covered by fee revenues as are necessary for
25 implementation of Engrossed Substitute House Bill No. 2264 (health care
26 policy). If the bill is not enacted by June 30, 1997, the amounts
27 provided in this subsection shall lapse.

28 (22) \$250,000 of the fiscal year 1998 general fund--state
29 appropriation \$250,000 of the fiscal year 1999 general fund--state
30 appropriation are provided solely for operation of a naturopathic
31 health clinic constructed in 1996.

32 *Sec. 213. 1997 c 149 s 222 (uncodified) is amended to read as
33 follows:

34 **FOR THE DEPARTMENT OF CORRECTIONS**

35 (1) ADMINISTRATION AND PROGRAM SUPPORT

36	General Fund Appropriation (FY 1998)	. . . . .	\$	13,926,000
37	General Fund Appropriation (FY 1999)	. . . . .	\$	13,910,000
38	Violence Reduction and Drug Enforcement Account			

1 Appropriation \$ 500,000
 2 TOTAL APPROPRIATION \$ 28,336,000

3 The appropriations in this subsection are subject to the following
 4 conditions and limitations:

5 (a) \$187,000 of the general fund fiscal year 1998 appropriation and
 6 \$155,000 of the general fund fiscal year 1999 appropriation are
 7 provided solely for implementation of Substitute Senate Bill No. 5759
 8 (risk classification). If the bill is not enacted by July 1, 1997, the
 9 amounts provided shall lapse.

10 (b) \$500,000 of the violence reduction and drug enforcement account
 11 appropriation is provided solely for a feasibility study regarding the
 12 replacement of the department's offender based tracking system.

13 (2) INSTITUTIONAL SERVICES

14 General Fund--State Appropriation (FY 1998) \$ 291,745,000
 15 General Fund--State Appropriation (FY 1999) \$ 304,000,000
 16 General Fund--Federal Appropriation \$ 18,097,000
 17 Industrial Insurance Premium Rebate Account
 18 Appropriation \$ 673,000
 19 Violence Reduction and Drug Enforcement Account
 20 Appropriation \$ 1,614,000
 21 TOTAL APPROPRIATION \$ 616,129,000

22 The appropriations in this subsection are subject to the following
 23 conditions and limitations:

24 (a) The department shall provide funding for the pet partnership
 25 program at the Washington corrections center for women at a level at
 26 least equal to that provided in the 1995-97 biennium.

27 (b) \$4,839,000 of the general fund--state fiscal year 1998
 28 appropriation and \$6,481,000 of the general fund--state fiscal year
 29 1999 appropriation are provided solely for the criminal justice costs
 30 associated with the implementation of Engrossed Third Substitute House
 31 Bill No. 3900 (revising the juvenile code). If Engrossed Third
 32 Substitute House Bill No. 3900 is not enacted by June 30, 1997, the
 33 amounts provided shall lapse.

34 (c) The department of corrections shall accomplish personnel
 35 reductions with the least possible impact on correctional custody
 36 staff, community custody staff, and correctional industries. For the

1 purposes of this subsection, correctional custody staff means employees
2 responsible for the direct supervision of offenders.

3 (d) It is the intent of the legislature that the department reduce
4 health care expenditures in the 1997-99 biennium using the scenario
5 identified in the health services delivery system study which limited
6 health care costs to \$43,000,000 in fiscal year 1998 and \$40,700,000 in
7 fiscal year 1999. The department shall consult with direct health care
8 service providers and health care staff in implementing this scenario.

9 (e) \$296,000 of the general fund--state appropriation for fiscal
10 year 1998 and \$297,000 of the general fund--state appropriation for
11 fiscal year 1999 are provided solely to increase payment rates for
12 contracted education providers. It is the legislature's intent that
13 these amounts shall be used primarily to increase compensation for
14 persons employed in direct, front-line service delivery.

15 (f) The department may expend funds generated by contractual
16 agreements entered into for mitigation of severe overcrowding in local
17 jails. If any funds are generated in excess of actual costs, they
18 shall be deposited in the state general fund. Expenditures shall not
19 exceed revenue generated by such agreements and shall be treated as
20 recovery of costs.

21 (3) COMMUNITY CORRECTIONS

22	General Fund Appropriation (FY 1998)	. . . . . \$	((89,364,000))
23			<u>89,377,000</u>
24	General Fund Appropriation (FY 1999)	. . . . . \$	((90,416,000))
25			<u>90,495,000</u>
26	TOTAL APPROPRIATION	. . . . . \$	((179,780,000))
27			<u>179,872,000</u>

28 The appropriations in this subsection are subject to the following
29 conditions and limitations:

30 (a) ~~\$(14,000)~~ 27,000 of the general fund fiscal year 1998
31 appropriation and ~~\$(106,000)~~ 185,000 of the general fund fiscal year
32 1999 appropriation are provided solely for the criminal justice costs
33 associated with the implementation of ~~((RCW 13.04.030 as amended by))~~
34 Engrossed Third Substitute House Bill No. 3900 (revising the juvenile
35 code). If ~~((RCW 13.04.030 is not amended by))~~ Engrossed Third
36 Substitute House Bill No. 3900 is not enacted by June 30, 1997, the
37 amounts provided shall lapse.

1 (b) The department of corrections shall accomplish personnel
2 reductions with the least possible impact on correctional custody
3 staff, community custody staff, and correctional industries. For the
4 purposes of this subsection, correctional custody staff means employees
5 responsible for the direct supervision of offenders.

6 (c) \$467,000 of the general fund appropriation for fiscal year 1998
7 and \$505,000 of the general fund appropriation for fiscal year 1999 are
8 provided solely to increase payment rates for contracted education
9 providers and contracted work release facilities. It is the
10 legislature's intent that these amounts shall be used primarily to
11 increase compensation for persons employed in direct, front-line
12 service delivery.

13 (4) CORRECTIONAL INDUSTRIES

14	General Fund Appropriation (FY 1998)	. . . . .	\$	4,055,000
15	General Fund Appropriation (FY 1999)	. . . . .	\$	4,167,000
16	TOTAL APPROPRIATION	. . . . .	\$	8,222,000

17 The appropriations in this subsection are subject to the following
18 conditions and limitations:

19 (a) \$100,000 of the general fund fiscal year 1998 appropriation and
20 \$100,000 of the general fund fiscal year 1999 appropriation are
21 provided solely for transfer to the jail industries board. The board
22 shall use the amounts provided only for administrative expenses,
23 equipment purchases, and technical assistance associated with advising
24 cities and counties in developing, promoting, and implementing
25 consistent, safe, and efficient offender work programs.

26 (b) \$50,000 of the general fund appropriation for fiscal year 1998
27 and \$50,000 of the general fund appropriation for fiscal year 1999 are
28 provided solely for the correctional industries board of directors to
29 hire one staff person, responsible directly to the board, to assist the
30 board in fulfilling its duties.

31 (5) INTERAGENCY PAYMENTS

32	General Fund Appropriation (FY 1998)	. . . . .	\$	6,945,000
33	General Fund Appropriation (FY 1999)	. . . . .	\$	6,444,000
34	TOTAL APPROPRIATION	. . . . .	\$	13,389,000

35 *Sec. 213 was partially vetoed. See message at end of chapter.

1 **Sec. 214.** 1997 c 149 s 225 (uncodified) is amended to read as
2 follows:

3 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

4	<u>General Fund--State Appropriation (FY 1998)</u> . . . \$	<u>1,260,000</u>
5	<u>General Fund--State Appropriation (FY 1999)</u> . . . \$	<u>1,261,000</u>
6	General Fund--Federal Appropriation \$	173,595,000
7	General Fund--Private/Local Appropriation \$	24,842,000
8	Unemployment Compensation Administration Account--	
9	Federal Appropriation \$	181,985,000
10	Administrative Contingency Account	
11	Appropriation \$	12,579,000
12	Employment Service Administrative Account	
13	Appropriation \$	13,176,000
14	Employment & Training Trust Account	
15	Appropriation \$	600,000
16	TOTAL APPROPRIATION \$	((406,777,000))
17		<u>409,298,000</u>

18 The appropriations in this section are subject to the following
19 conditions and limitations:

20 (1) Expenditures of funds appropriated in this section for the
21 information systems projects identified in agency budget requests as
22 "claims and adjudication call centers", "data/wage quality initiative",
23 and "one stop information connectivity" are conditioned upon compliance
24 with section 902 of this act.

25 (2) \$600,000 of the employment and training trust account
26 appropriation is provided solely for the account's share of
27 unemployment insurance tax collection costs.

28 (3) \$1,126,000 of the general fund--federal appropriation is
29 provided solely for the continuation of job placement centers colocated
30 on community and technical college campuses.

31 (4) The employment security department shall spend no more than
32 \$25,049,511 of the unemployment compensation administration account--
33 federal appropriation for the general unemployment insurance
34 development effort (GUIDE) project, except that the department may
35 exceed this amount by up to \$2,600,000 to offset the cost associated
36 with any vendor-caused delay. The additional spending authority is
37 contingent upon the department fully recovering these moneys from any
38 project vendors failing to perform in full. Authority to spend the

1 amount provided by this subsection is conditioned on compliance with
2 section 902 of this act.

3 (5) (~~(\$114,000 of the administrative contingency account~~
4 ~~appropriation is provided solely for the King county reemployment~~
5 ~~support center.)) \$60,000 of the general fund--state fiscal year 1998
6 appropriation and \$61,000 of the general fund--state fiscal year 1999
7 appropriation are provided solely for the King county reemployment
8 support center.~~

9 (6) \$1,200,000 of the general fund--state fiscal year 1998
10 appropriation and \$1,200,000 of the general fund--state fiscal year
11 1999 appropriation are provided solely for labor market information and
12 employer outreach activities.

13 (End of part)

PART III
NATURAL RESOURCES

NEW SECTION. **Sec. 301. FOR THE COLUMBIA RIVER GORGE COMMISSION**

4	General Fund--State Appropriation (FY 1998)	\$	213,000
5	General Fund--State Appropriation (FY 1999)	\$	222,000
6	General Fund--Private/Local Appropriation	\$	435,000
7	TOTAL APPROPRIATION	\$	870,000

8 The appropriations in this section are subject to the following
9 condition and limitation: \$120,000 of the general fund--state
10 appropriation for fiscal year 1998, \$120,000 of the general fund--state
11 appropriation for fiscal year 1999, and \$240,000 of the general fund--
12 local appropriation are provided solely for each Columbia river gorge
13 county to receive an \$80,000 grant for the purposes of implementing the
14 scenic area management plan. If a Columbia river gorge county has not
15 adopted an ordinance to implement the scenic area management plan in
16 accordance with the national scenic area act (P.L. 99-663), then the
17 grant funds for that county may be used by the commission to implement
18 the plan for that county.

19 ***Sec. 302.** 1997 c 149 s 302 (uncodified) is amended to read as
20 follows:

21 **FOR THE DEPARTMENT OF ECOLOGY**

22	General Fund--State Appropriation (FY 1998)	\$	((27,749,000))
23			<u>27,748,000</u>
24	General Fund--State Appropriation (FY 1999)	\$	((27,794,000))
25			<u>27,795,000</u>
26	General Fund--Federal Appropriation	\$	45,315,000
27	General Fund--Private/Local Appropriation	\$	643,000
28	Special Grass Seed Burning Research Account		
29	Appropriation	\$	42,000
30	Reclamation Revolving Account Appropriation	\$	2,441,000
31	Flood Control Assistance Account Appropriation	\$	4,850,000
32	State Emergency Water Projects Revolving Account		
33	Appropriation	\$	319,000
34	Waste Reduction/Recycling/Litter Control		

1	Appropriation	\$	10,316,000
2	State and Local Improvements Revolving Account		
3	(Waste Facilities) Appropriation	\$	601,000
4	State and Local Improvements Revolving Account		
5	(Water Supply Facilities) Appropriation	\$	1,366,000
6	Basic Data Account Appropriation	\$	182,000
7	Vehicle Tire Recycling Account Appropriation	\$	1,194,000
8	Water Quality Account Appropriation	\$	2,892,000
9	Wood Stove Education and Enforcement Account		
10	Appropriation	\$	1,055,000
11	Worker and Community Right-to-Know Account		
12	Appropriation	\$	469,000
13	State Toxics Control Account Appropriation	\$	((53,160,000))
14			<u>53,715,000</u>
15	Local Toxics Control Account Appropriation	\$	4,342,000
16	Water Quality Permit Account Appropriation	\$	20,378,000
17	Underground Storage Tank Account Appropriation	\$	2,443,000
18	Solid Waste Management Account Appropriation	\$	1,021,000
19	Hazardous Waste Assistance Account Appropriation	\$	3,615,000
20	Air Pollution Control Account Appropriation	\$	16,224,000
21	Oil Spill Administration Account Appropriation	\$	6,958,000
22	Air Operating Permit Account Appropriation	\$	4,033,000
23	Freshwater Aquatic Weeds Account Appropriation	\$	1,829,000
24	Oil Spill Response Account Appropriation	\$	7,078,000
25	Metals Mining Account Appropriation	\$	42,000
26	Water Pollution Control Revolving Account--State		
27	Appropriation	\$	349,000
28	Water Pollution Control Revolving Account--Federal		
29	Appropriation	\$	1,726,000
30	Biosolids Permit Account Appropriation	\$	567,000
31	Environmental Excellence Account Appropriation	\$	247,000
32	TOTAL APPROPRIATION	\$	((251,240,000))
33			<u>251,795,000</u>

34 The appropriations in this section are subject to the following
35 conditions and limitations:

36 (1) \$3,211,000 of the general fund--state appropriation for fiscal
37 year 1998, \$3,211,000 of the general fund--state appropriation for
38 fiscal year 1999, \$394,000 of the general fund--federal appropriation,

1 \$2,017,000 of the oil spill administration account, \$819,000 of the
2 state toxics control account appropriation, and \$3,591,000 of the water
3 quality permit fee account are provided solely for the implementation
4 of the Puget Sound work plan and agency action items DOE-01, DOE-02,
5 DOE-03, DOE-04, DOE-05, DOE-06, DOE-07, DOE-08, and DOE-09.

6 (2) \$2,000,000 of the state toxics control account appropriation is
7 provided solely for the following purposes:

8 (a) To conduct remedial actions for sites for which there are no
9 potentially liable persons, for which potentially liable persons cannot
10 be found, or for which potentially liable persons are unable to pay for
11 remedial actions; and

12 (b) To provide funding to assist potentially liable persons under
13 RCW 70.105D.070(2)(d)(xi) to pay for the cost of the remedial actions;
14 and

15 (c) To conduct remedial actions for sites for which potentially
16 liable persons have refused to conduct remedial actions required by the
17 department; and

18 (d) To contract for services as necessary to support remedial
19 actions.

20 (3) \$1,500,000 of the general fund--state appropriation for fiscal
21 year 1998 and \$1,900,000 of the general fund--state appropriation for
22 fiscal year 1999 are provided solely for the processing of water right
23 permit applications, continued implementation of water resources data
24 management systems, and providing technical and data support to local
25 watershed planning efforts in accordance with sections 101 through 116
26 of Second Substitute House Bill No. 2054 (water resource management).
27 If any of sections 101 through 116 and 701 through 716 of Second
28 Substitute House Bill No. 2054 is not enacted by June 30, 1997, the
29 amounts provided in this subsection shall lapse.

30 (4) \$2,500,000 of the general fund--state appropriation for fiscal
31 year 1998 and \$2,500,000 of the general fund--state appropriation for
32 fiscal year 1999 are appropriated for grants to local WRIA planning
33 units established in accordance with sections 101 through 116 of Second
34 Substitute House Bill No. 2054 (water resource management). If any of
35 sections 101 through 116 and 701 through 716 of Second Substitute House
36 Bill No. 2054 is not enacted by June 30, 1997, the amounts provided in
37 this subsection shall lapse.

38 (5) \$200,000 of the general fund--state appropriation for fiscal
39 year 1998 is provided solely for the implementation of Engrossed

1 Substitute House Bill No. 1111 (water rights). If the bill is not
2 enacted by June 30, 1997, the amount provided in this subsection shall
3 lapse.

4 (6) \$200,000 of the general fund--state appropriation for fiscal
5 year 1998 is provided solely for the implementation of Engrossed
6 Substitute House Bill No. 1118 (reopening a water rights claim filing
7 period). If the bill is not enacted by June 30, 1997, the amount
8 provided in this subsection shall lapse.

9 (7) \$3,600,000 of the general fund--state appropriation for fiscal
10 year 1998 and \$3,600,000 of the general fund--state appropriation for
11 fiscal year 1999 are provided solely for the auto emissions inspection
12 and maintenance program. Expenditures of the amounts provided in this
13 subsection are contingent upon a like amount being deposited in the
14 general fund from the auto emission inspection fees in accordance with
15 RCW 70.120.170(4).

16 (8) \$170,000 of the oil spill administration account appropriation
17 is provided solely for implementation of the Puget Sound work plan
18 action item UW-02 through a contract with the University of
19 Washington's Sea Grant program in order to develop an educational
20 program that targets small spills from commercial fishing vessels,
21 ferries, cruise ships, ports, and marinas.

22 (9) The merger of the office of marine safety into the department
23 of ecology shall be accomplished in a manner that will maintain a
24 priority focus on oil spill prevention, as well as maintain a strong
25 oil spill response capability. The merged program shall be established
26 to provide a high level of visibility and ensure that there shall not
27 be a diminution of the existing level of effort from the merged
28 programs.

29 (10) The entire environmental excellence account appropriation is
30 provided solely for the implementation of Engrossed Second Substitute
31 House Bill No. 1866 (environmental excellence). If the bill is not
32 enacted by June 30, 1997, the amount provided in this subsection shall
33 lapse. In implementing the bill, the department shall organize the
34 needed expertise to process environmental excellence applications after
35 an application has been received.

36 (11) \$200,000 of the freshwater aquatic weeds account appropriation
37 is provided solely to address saltcedar weed problems.

38 ~~(12) ((\$4,498,000 of the waste reduction/recycling/litter control~~
39 ~~account appropriation is provided for fiscal year 1998 to be expended~~

1 ~~in accordance with Second Substitute Senate Bill No. 5842 (litter~~
2 ~~control and recycling).) \$4,498,000 of the waste reduction, recycling,~~
3 ~~and litter control account appropriation is provided for fiscal year~~
4 ~~1998 and \$5,818,000 is provided for fiscal year 1999 to be expended in~~
5 ~~the following ratios: Fifty percent for a litter patrol program to~~
6 ~~employ youth and correctional work crews to remove litter from places~~
7 ~~that are most visible to the public; twenty percent for grants to local~~
8 ~~governments for litter cleanup under RCW 70.93.250; and thirty percent~~
9 ~~for public education and awareness programs and programs to foster~~
10 ~~local waste reduction and recycling efforts. From the amounts provided~~
11 ~~((for fiscal year 1998)) in this subsection, the department shall~~
12 ~~provide \$352,000 through an interagency agreement to the department of~~
13 ~~corrections to hire correctional crews to remove litter in areas that~~
14 ~~are not accessible to youth crews. ((\$5,818,000 of the waste~~
15 ~~reduction/recycling/litter control account appropriation is provided~~
16 ~~for fiscal year 1999. The amount provided for fiscal year 1999 is to~~
17 ~~remain in unallotted status until the recommendations of the task force~~
18 ~~established in Second Substitute Senate Bill No. 5842 are acted upon by~~
19 ~~the legislature during the 1998 legislative session. If Substitute~~
20 ~~Senate Bill No. 5842 is not enacted by June 30, 1997, the amount~~
21 ~~provided for fiscal year 1999 shall lapse.))~~

22 (13) The entire biosolids permit account appropriation is provided
23 solely for implementation of Engrossed Senate Bill No. 5590 (biosolids
24 management). If the bill is not enacted by June 30, 1997, the entire
25 appropriation is null and void.

26 (14) \$29,000 of the general fund--state appropriation for fiscal
27 year 1998 and \$99,000 of the general fund--state appropriation for
28 fiscal year 1999 are provided solely for the implementation of
29 Substitute House Bill No. 1985 (landscape management plans). If the
30 bill is not enacted by June 30, 1997, the amounts provided in this
31 subsection shall lapse.

32 (15) \$60,000 of the freshwater aquatic weeds account appropriation
33 is provided solely for a grant to the department of fish and wildlife
34 to control and eradicate purple loosestrife using the most cost-
35 effective methods available, including chemical control where
36 appropriate.

37 (16) \$250,000 of the flood control assistance account appropriation
38 is provided solely as a reappropriation to complete the Skokomish
39 valley flood reduction plan. The amount provided in this subsection

1 shall be reduced by the amount expended from this account for the
2 Skokomish valley flood reduction plan during the biennium ending June
3 30, 1997.

4 (17) The number of special purpose vehicles in the department's
5 fleet on July 1, 1997, shall be reduced by fifty percent as of June 30,
6 1999. Special purpose vehicles may be replaced by fuel efficient
7 economy vehicles or not replaced at all depending on the vehicle
8 requirements of the agency. An exception to this reduction in the
9 number of special purpose vehicles is provided for those special
10 purpose vehicles used by the department's youth corps program. Special
11 purpose vehicle is defined as a four-wheel drive off-road motor
12 vehicle.

13 (18) \$600,000 of the flood control assistance account appropriation
14 is provided solely to complete flood control projects that were awarded
15 funds during the 1995-97 biennium. These funds shall be spent only to
16 complete projects that could not be completed during the 1995-97
17 biennium due to delays caused by weather or delays in the permitting
18 process.

19 (19) \$113,000 of the general fund--state appropriation for fiscal
20 year 1998 and \$112,000 of the general fund--state appropriation for
21 fiscal year 1999 are provided solely for implementation of Substitute
22 Senate Bill No. 5505 (assistance to water applicants). If the bill is
23 not enacted by June 30, 1997, the amounts provided in this subsection
24 shall lapse.

25 (20) \$70,000 of the general fund--state appropriation for fiscal
26 year 1998 and \$70,000 of the general fund--state appropriation for
27 fiscal year 1999 are provided solely for implementation of Substitute
28 Senate Bill No. 5785 (consolidation of groundwater rights). If the
29 bill is not enacted by June 30, 1997, the amounts provided in this
30 subsection shall lapse.

31 (21) \$20,000 of the general fund--state appropriation for fiscal
32 year 1998 and \$20,000 of the general fund--state appropriation for
33 fiscal year 1999 are provided solely for implementation of Substitute
34 Senate Bill No. 5276 (water right applications). If the bill is not
35 enacted by June 30, 1997, the amounts provided in this subsection shall
36 lapse.

37 (22) \$35,000 of the general fund--state appropriation for fiscal
38 year 1998 and \$35,000 of the general fund--state appropriation for
39 fiscal year 1999 are provided solely for implementation of Substitute

1 Senate Bill No. 5030 (lakewater irrigation). If the bill is not
2 enacted by June 30, 1997, the amounts provided in this subsection shall
3 lapse.

4 (23) \$500,000 of the general fund--state appropriation for fiscal
5 year 1998 and \$500,000 of the general fund--state appropriation for
6 fiscal year 1999 are provided solely for the continuation of the
7 southwest Washington coastal erosion study.

8 *Sec. 302 was partially vetoed. See message at end of chapter.

9 **Sec. 303.** 1997 c 149 s 303 (uncodified) is amended to read as
10 follows:

11 **FOR THE STATE PARKS AND RECREATION COMMISSION**

12	General Fund--State Appropriation (FY 1998) . . . \$	((21,026,000))
13		<u>20,526,000</u>
14	General Fund--State Appropriation (FY 1999) . . . \$	((20,835,000))
15		<u>20,335,000</u>
16	General Fund--Federal Appropriation \$	2,428,000
17	General Fund--Private/Local Appropriation \$	59,000
18	Winter Recreation Program Account Appropriation . . . \$	759,000
19	Off Road Vehicle Account Appropriation \$	251,000
20	Snowmobile Account Appropriation \$	2,290,000
21	Aquatic Lands Enhancement Account Appropriation . . . \$	321,000
22	Public Safety and Education Account Appropriation . . \$	48,000
23	Industrial Insurance Premium Refund Appropriation . . \$	10,000
24	Waste Reduction/Recycling/Litter Control	
25	Appropriation \$	34,000
26	Water Trail Program Account Appropriation \$	14,000
27	Parks Renewal and Stewardship Account Appropriation . \$	25,344,000
28	TOTAL APPROPRIATION \$	((73,419,000))
29		<u>72,419,000</u>

30 The appropriations in this section are subject to the following
31 conditions and limitations:

32 (1) \$189,000 of the aquatic lands enhancement account appropriation
33 is provided solely for the implementation of the Puget Sound work plan
34 agency action items P&RC-01 and P&RC-03.

35 (2) \$264,000 of the general fund--federal appropriation is provided
36 for boater programs state-wide and for implementation of the Puget
37 Sound work plan.

1 (3) \$45,000 of the general fund--state appropriation for fiscal
2 year 1998 is provided solely for a feasibility study of a
3 public/private effort to establish a reserve for recreation and
4 environmental studies in southwest Kitsap county.

5 (4) Within the funds provided in this section, the state parks and
6 recreation commission shall provide to the legislature a status report
7 on implementation of the recommendations contained in the 1994 study on
8 the restructuring of Washington state parks. This status report shall
9 include an evaluation of the campsite reservation system including the
10 identification of any incremental changes in revenues associated with
11 implementation of the system and a progress report on other enterprise
12 activities being undertaken by the commission. The report may also
13 include recommendations on other revenue generating options. In
14 preparing the report, the commission is encouraged to work with
15 interested parties to develop a long-term strategy to support the park
16 system. The commission shall provide this report by December 1, 1997.

17 (5) \$85,000 of the general fund--state appropriation for fiscal
18 year 1998 and \$165,000 of the general fund--state appropriation for
19 fiscal year 1999 are provided solely for development of underwater park
20 programs and facilities. The department shall work with the underwater
21 parks program task force to develop specific plans for the use of these
22 funds.

23 ***NEW SECTION. Sec. 304. FOR THE DEPARTMENT OF FISH AND WILDLIFE**

24	General Fund--State Appropriation (FY 1998)	\$	36,049,000
25	General Fund--State Appropriation (FY 1999)	\$	36,571,000
26	General Fund--Federal Appropriation	\$	73,015,000
27	General Fund--Private/Local Appropriation	\$	26,758,000
28	Off Road Vehicle Account Appropriation	\$	488,000
29	Aquatic Lands Enhancement Account Appropriation . . .	\$	5,593,000
30	Public Safety and Education Account Appropriation . .	\$	590,000
31	Industrial Insurance Premium Refund Appropriation . .	\$	120,000
32	Recreational Fisheries Enhancement Appropriation . .	\$	2,387,000
33	Warm Water Game Fish Account Appropriation	\$	2,419,000
34	Wildlife Account Appropriation	\$	52,372,000
35	Game Special Wildlife Account--State Appropriation .	\$	1,911,000
36	Game Special Wildlife Account--Federal Appropriation	\$	10,844,000
37	Game Special Wildlife Account--Private/Local		
38	Appropriation	\$	350,000

1	Oil Spill Administration Account Appropriation . . .	\$	843,000
2	Environmental Excellence Account Appropriation . . .	\$	20,000
3	Eastern Washington Pheasant Enhancement Account		
4	Appropriation	\$	547,000
5	TOTAL APPROPRIATION	\$	250,877,000

6 The appropriations in this section are subject to the following
7 conditions and limitations:

8 (1) \$1,181,000 of the general fund--state appropriation for fiscal
9 year 1998 and \$1,181,000 of the general fund--state appropriation for
10 fiscal year 1999 are provided solely for the implementation of the
11 Puget Sound work plan agency action items DFW-01, DFW-03, DFW-04, and
12 DFW-8 through DFW-15.

13 (2) \$188,000 of the general fund--state appropriation for fiscal
14 year 1998 and \$155,000 of the general fund--state appropriation for
15 fiscal year 1999 are provided solely for a maintenance and inspection
16 program for department-owned dams. The department shall submit a
17 report to the governor and the appropriate legislative committees by
18 October 1, 1998, on the status of department-owned dams. This report
19 shall provide a recommendation, including a cost estimate, on whether
20 each facility should continue to be maintained or should be
21 decommissioned.

22 (3) \$832,000 of the general fund--state appropriation for fiscal
23 year 1998 and \$825,000 of the general fund--state appropriation for
24 fiscal year 1999 are provided solely to implement salmon recovery
25 activities and other actions required to respond to federal listings of
26 salmon species under the endangered species act.

27 (4) \$350,000 of the wildlife account appropriation, \$72,000 of the
28 general fund--state appropriation for fiscal year 1998, and \$73,000 of
29 the general fund--state appropriation for fiscal year 1999 are provided
30 solely for control and eradication of class B designate weeds on
31 department owned and managed lands. The amounts from the general
32 fund--state appropriations are provided solely for control of spartina.

33 (5) \$140,000 of the wildlife account appropriation is provided
34 solely for a cooperative effort with the department of agriculture for
35 research and eradication of purple loosestrife on state lands.

36 (6) In controlling weeds on state-owned lands, the department shall
37 use the most cost-effective methods available, including chemical
38 control where appropriate, and the department shall report to the

1 appropriate committees of the legislature by January 1, 1998, on
2 control methods, costs, and acres treated during the previous year.

3 (7) A maximum of \$1,000,000 is provided from the wildlife fund for
4 fiscal year 1998. The amount provided in this subsection is for the
5 emergency feeding of deer and elk that may be starving and that are
6 posing a risk to private property due to severe winter conditions
7 during the winter of 1997-98. The amount expended under this
8 subsection must not exceed the amount raised pursuant to section 3 of
9 Substitute House Bill No. 1478. Of the amount expended under this
10 subsection, not more than fifty percent may be from fee revenue
11 generated pursuant to section 3 of Substitute House Bill No. 1478. If
12 the bill is not enacted by June 30, 1997, the amount provided in this
13 subsection shall lapse.

14 (8) \$193,000 of the general fund--state appropriation for fiscal
15 year 1998, \$194,000 of the general fund--state appropriation for fiscal
16 year 1999, and \$300,000 of the wildlife account appropriation are
17 provided solely for the design and development of an automated license
18 system.

19 (9) The department is directed to offer for sale its Cessna 421
20 aircraft by June 30, 1998. Proceeds from the sale shall be deposited
21 in the wildlife account.

22 (10) \$500,000 of the general fund--state appropriation for fiscal
23 year 1998 and \$500,000 of the general fund--state appropriation for
24 fiscal year 1999 are provided solely to continue the department's
25 habitat partnerships program during the 1997-99 biennium.

26 (11) \$350,000 of the general fund--state appropriation for fiscal
27 year 1998 and \$350,000 of the general fund--state appropriation for
28 fiscal year 1999 are provided solely for purchase of monitoring
29 equipment necessary to fully implement mass marking of coho salmon.

30 (12) \$238,000 of the general fund--state appropriation for fiscal
31 year 1998 and \$219,000 of the general fund--state appropriation for
32 fiscal year 1999 are provided solely for the implementation of
33 Substitute House Bill No. 1985 (landscape management plans). If the
34 bill is not enacted by June 30, 1997, the amounts provided in this
35 subsection shall lapse.

36 (13) \$150,000 of the general fund--state appropriation for fiscal
37 year 1998 and \$150,000 of the general fund--state appropriation for
38 fiscal year 1999 are provided solely for a contract with the United

1 States department of agriculture to carry out animal damage control
2 projects throughout the state related to cougars, bears, and coyotes.

3 (14) \$97,000 of the general fund--state appropriation for fiscal
4 year 1998 and \$98,000 of the general fund--state appropriation for
5 fiscal year 1999 are provided solely to implement animal damage control
6 programs for Canada geese in the lower Columbia river basin.

7 (15) \$170,000 of the general fund--state appropriation for fiscal
8 year 1998, \$170,000 of the general fund--state appropriation for fiscal
9 year 1999, and \$360,000 of the wildlife account appropriation are
10 provided solely to hire additional enforcement officers to address
11 problem wildlife throughout the state.

12 ***(16) \$197,000 of the general fund--state appropriation for fiscal***
13 ***year 1998 and \$196,000 of the general fund--state appropriation for***
14 ***fiscal year 1999 are provided solely to implement Substitute Senate***
15 ***Bill No. 5120 (remote site incubators). If the bill is not enacted by***
16 ***June 30, 1997, the amounts provided in this subsection shall lapse.***

17 (17) \$133,000 of the general fund--state appropriation for fiscal
18 year 1998 and \$133,000 of the general fund--state appropriation for
19 fiscal year 1999 are provided solely to implement Substitute Senate
20 Bill No. 5442 (flood control permitting). If the bill is not enacted
21 by June 30, 1997, the amounts provided in this subsection shall lapse.

22 (18) \$100,000 of the aquatic lands enhancement account
23 appropriation is provided solely for grants to the regional fisheries
24 enhancement groups.

25 (19) \$547,000 of the eastern Washington pheasant enhancement
26 account appropriation is provided solely for implementation of
27 Substitute Senate Bill No. 5104 (pheasant enhancement program). If the
28 bill is not enacted by June 30, 1997, the amounts provided in this
29 subsection shall lapse.

30 (20) \$150,000 of the general fund--state appropriation for fiscal
31 year 1998 and \$150,000 of the general fund--state appropriation for
32 fiscal year 1999 are provided solely to hire Washington conservation
33 corps crews to maintain department-owned and managed lands.

34 (21) The entire environmental excellence account appropriation is
35 provided solely for implementation of Engrossed Second Substitute House
36 Bill No. 1866 (environmental excellence). If the bill is not enacted
37 by June 30, 1997, the entire appropriation is null and void.

38 (22) \$156,000 of the recreational fisheries enhancement
39 appropriation is provided solely for Substitute Senate Bill No. 5102

1 (fishing license surcharge). If the bill is not enacted by June 30,
2 1997, the amount provided in this subsection shall lapse.

3 (23) \$25,000 of the general fund--state appropriation for fiscal
4 year 1998 and \$25,000 of the general fund--state appropriation for
5 fiscal year 1999 are provided solely for staffing and operation of the
6 Tennant Lake interpretive center.

7 ***Sec. 304 was partially vetoed. See message at end of chapter.**

8 **Sec. 305.** 1997 c 149 s 308 (uncodified) is each amended to read as
9 follows:

10 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

11	General Fund--State Appropriation (FY 1998) . . . \$	((25,117,000))
12		<u>23,767,000</u>
13	General Fund--State Appropriation (FY 1999) . . . \$	((25,518,000))
14		<u>24,168,000</u>
15	General Fund--Federal Appropriation \$	1,156,000
16	General Fund--Private/Local Appropriation \$	422,000
17	Forest Development Account Appropriation \$	49,923,000
18	Off Road Vehicle Account Appropriation \$	3,628,000
19	Surveys and Maps Account Appropriation \$	2,088,000
20	Aquatic Lands Enhancement Account Appropriation . . . \$	4,869,000
21	Resources Management Cost Account Appropriation . . . \$	89,613,000
22	Waste Reduction/Recycling/Litter Control	
23	Appropriation \$	450,000
24	Surface Mining Reclamation Account Appropriation . . \$	1,420,000
25	Aquatic Land Dredged Material Disposal Site Account	
26	Appropriation \$	751,000
27	Natural Resources Conservation Areas Stewardship	
28	Account Appropriation \$	77,000
29	Air Pollution Control Account Appropriation \$	890,000
30	Metals Mining Account Appropriation \$	62,000
31	TOTAL APPROPRIATION \$	((205,984,000))
32		<u>203,284,000</u>

33 The appropriations in this section are subject to the following
34 conditions and limitations:

35 (1) \$7,017,000 of the general fund--state appropriation for fiscal
36 year 1998 and \$6,900,000 of the general fund--state appropriation for
37 fiscal year 1999 are provided solely for emergency fire suppression.

1 (2) \$18,000 of the general fund--state appropriation for fiscal
2 year 1998, \$18,000 of the general fund--state appropriation for fiscal
3 year 1999, and \$957,000 of the aquatic lands enhancement account
4 appropriation are provided solely for the implementation of the Puget
5 Sound work plan agency action items DNR-01, DNR-02, and DNR-04.

6 (3) \$450,000 of the resource management cost account appropriation
7 is provided solely for the control and eradication of class B designate
8 weeds on state lands. The department shall use the most cost-effective
9 methods available, including chemical control where appropriate, and
10 report to the appropriate committees of the legislature by January 1,
11 1998, on control methods, costs, and acres treated during the previous
12 year.

13 (4) \$((2,682,000)) 1,332,000 of the general fund--state
14 appropriation for fiscal year 1998 and \$((3,063,000)) 1,713,000 of the
15 general fund--state appropriation for fiscal year 1999 are provided
16 solely for fire protection activities.

17 (5) \$541,000 of the general fund--state appropriation for fiscal
18 year 1998 and \$549,000 of the general fund--state appropriation for
19 fiscal year 1999 are provided solely for the stewardship of natural
20 area preserves, natural resource conservation areas, and the operation
21 of the natural heritage program.

22 (6) \$2,300,000 of the aquatic lands enhancement account
23 appropriation is provided for the department's portion of the Eagle
24 Harbor settlement.

25 (7) \$195,000 of the general fund--state appropriation for fiscal
26 year 1998 and \$220,000 of the general fund--state appropriation for
27 fiscal year 1999 are provided solely for the implementation of
28 Substitute House Bill No. 1985 (landscape management plans). If the
29 bill is not enacted by June 30, 1997, the amounts provided in this
30 subsection shall lapse.

31 (8) \$600,000 of the general fund--state appropriation for fiscal
32 year 1998 and \$600,000 of the general fund--state appropriation for
33 fiscal year 1999 are provided solely for the cooperative monitoring,
34 evaluation, and research projects related to implementation of the
35 timber-fish-wildlife agreement.

36 (9) \$6,568,000 of the forest development account appropriation is
37 provided solely for silviculture activities on forest board lands. To
38 the extent that forest board counties apply for reconveyance of lands
39 pursuant to Substitute Senate Bill No. 5325 (county land transfers),

1 the amount provided in this subsection shall be reduced by an amount
2 equal to the estimated silvicultural expenditures planned in each
3 county that applies for reconveyance.

4 (End of part)

1 safeguards of student confidentiality. The superintendent shall report
2 to the office of financial management and the legislative fiscal
3 committees by December 1 of each year of the biennium on the progress
4 and plans for the expenditure of these amounts.

5 (ii) The superintendent, in cooperation with the commission on
6 student learning, shall develop a feasibility plan for a state student
7 record system, including elements reflecting student academic
8 achievement on goals 1 and 2 under RCW 28A.150.210. The feasibility
9 plan shall be made available to the office of financial management and
10 the fiscal and education committees of the legislature for approval
11 before a student records database is established, and shall identify
12 data elements to be collected and suitable safeguards of student
13 confidentiality and proper use of database records, with particular
14 attention to eliminating unnecessary and intrusive data about
15 nonacademic related information.

16 (c) \$348,000 of the public safety and education account
17 appropriation is provided solely for administration of the traffic
18 safety education program, including in-service training related to
19 instruction in the risks of driving while under the influence of
20 alcohol and other drugs.

21 (d) \$50,000 of the general fund--state appropriation for fiscal
22 year 1998 and \$50,000 of the general fund--state appropriation for
23 fiscal year 1999 are provided solely to implement Substitute Senate
24 Bill No. 5394 (school audit resolutions).

25 ***(e) The superintendent of public instruction shall not accept,***
26 ***allocate, or expend any federal funds to implement the federal goals***
27 ***2000 program.***

28 (2) STATE-WIDE PROGRAMS

29 (a) \$2,174,000 of the general fund--state appropriation is provided
30 for in-service training and educational programs conducted by the
31 Pacific Science Center.

32 (b) \$63,000 of the general fund--state appropriation is provided
33 for operation of the Cispus environmental learning center.

34 (c) \$2,754,000 of the general fund--state appropriation is provided
35 for educational centers, including state support activities. \$100,000
36 of this amount is provided to help stabilize funding through
37 distribution among existing education centers that are currently funded
38 by the state at an amount less than \$100,000 a biennium.

1 (d) \$100,000 of the general fund--state appropriation is provided
2 for an organization in southwest Washington that received funding from
3 the Spokane educational center in the 1995-97 biennium and provides
4 educational services to students who have dropped out.

5 (e) \$2,500,000 of the general fund--state fiscal year 1998
6 appropriation and \$2,500,000 of the general fund--state fiscal year
7 1999 appropriation are provided solely for implementation of reading
8 initiatives to improve reading in early grades as enacted by the 1997
9 legislature. Of this amount:

10 (i) *\$700,000 is provided solely to implement Second Substitute*
11 *Senate Bill No. 5508 to fund the standardized norm-referenced third*
12 *grade reading test; and*

13 (ii) \$4,300,000 is provided solely to implement Engrossed
14 Substitute House Bill No. 2042. Funds shall be used solely for the
15 selection of the second grade reading tests in accordance with section
16 2 of the bill, and grants to school districts in accordance with
17 sections 4 and 7 of the bill.

18 (f) \$3,672,000 of the violence reduction and drug enforcement
19 account appropriation and \$2,250,000 of the public safety education
20 account appropriation are provided solely for matching grants to
21 enhance security in schools. Not more than seventy-five percent of a
22 district's total expenditures for school security in any school year
23 may be paid from a grant under this subsection. The grants shall be
24 expended solely for the costs of employing or contracting for building
25 security monitors in schools during school hours and school events. Of
26 the amount provided in this subsection, at least \$2,850,000 shall be
27 spent for grants to districts that, during the 1988-89 school year,
28 employed or contracted for security monitors in schools during school
29 hours. However, these grants may be used only for increases in school
30 district expenditures for school security over expenditure levels for
31 the 1988-89 school year.

32 (g) \$200,000 of the general fund--state appropriation for fiscal
33 year 1998, \$200,000 of the general fund--state appropriation for fiscal
34 year 1999, and \$400,000 of the general fund--federal appropriation
35 transferred from the department of health are provided solely for a
36 program that provides grants to school districts for media campaigns
37 promoting sexual abstinence and addressing the importance of delaying
38 sexual activity, pregnancy, and childbearing until individuals are
39 ready to nurture and support their children. Grants to the school

1 districts shall be for projects that are substantially designed and
2 produced by students. The grants shall require a local private sector
3 match equal to one-half of the state grant, which may include in-kind
4 contribution of technical or other assistance from consultants or firms
5 involved in public relations, advertising broadcasting, and graphics or
6 video production or other related fields.

7 (h) \$1,500,000 of the general fund--state appropriation for fiscal
8 year 1998 and \$1,500,000 of the general fund--state appropriation for
9 fiscal year 1999 are provided solely for school district petitions to
10 juvenile court for truant students as provided in RCW 28A.225.030 and
11 28A.225.035. Allocation of this money to school districts shall be
12 based on the number of petitions filed.

13 (i) \$300,000 of the general fund--state appropriation is provided
14 for alcohol and drug prevention programs pursuant to RCW 66.08.180.

15 (j)(i) \$19,656,000 of the education savings account appropriation
16 for fiscal year 1998 and \$19,656,000 of the education savings account
17 appropriation for fiscal year 1999 are provided solely for matching
18 grants and related state activities to provide school district
19 consortia with programs utilizing technology to improve learning. A
20 maximum of \$100,000 each fiscal year of this amount is provided for
21 administrative support and oversight of the K-20 network by the
22 superintendent of public instruction. The superintendent of public
23 instruction shall convene a technology grants committee representing
24 private sector technology, school districts, and educational service
25 districts to recommend to the superintendent grant proposals that have
26 the best plans for improving student learning through innovative
27 curriculum using technology as a learning tool and evaluating the
28 effectiveness of the curriculum innovations. After considering the
29 technology grants committee recommendations, the superintendent shall
30 make matching grant awards, including granting at least fifteen percent
31 of funds on the basis of criteria in (ii)(A) through (C) of this
32 subsection (2)(j).

33 (ii) Priority for award of funds will be to (A) school districts
34 most in need of assistance due to financial limits, (B) school
35 districts least prepared to take advantage of technology as a means of
36 improving student learning, and (C) school districts in economically
37 distressed areas. The superintendent of public instruction, in
38 consultation with the technology grants committee, shall propose

1 options to the committee for identifying and prioritizing districts
2 according to criteria in (i) and (ii) of this subsection (2)(j).

3 (iii) Options for review criteria to be considered by the
4 superintendent of public instruction include, but are not limited to,
5 free and reduced lunches, levy revenues, ending fund balances,
6 equipment inventories, and surveys of technology preparedness. An
7 "economically distressed area" is (A) a county with an unemployment
8 rate that is at least twenty percent above the state-wide average for
9 the previous three years; (B) a county that has experienced sudden and
10 severe or long-term and severe loss of employment, or erosion of its
11 economic base resulting in decline of its dominant industries; or (C)
12 a district within a county which (I) has at least seventy percent of
13 its families and unrelated individuals with incomes below eighty
14 percent of the county's median income for families and unrelated
15 individuals; and (II) has an unemployment rate which is at least forty
16 percent higher than the county's unemployment rate.

17 (k) \$50,000 of the general fund--state appropriations is provided
18 as matching funds for district contributions to provide analysis of the
19 efficiency of school district business practices. The superintendent
20 of public instruction shall establish criteria, make awards, and
21 provide a report to the fiscal committees of the legislature by
22 December 15, 1997, on the progress and details of analysis funded under
23 this subsection (2)(k).

24 (l) \$19,977,000 of the general fund--state appropriation for fiscal
25 year 1999 is provided solely for the purchase of classroom
26 instructional materials and supplies. The superintendent shall
27 allocate the funds at a maximum rate of \$20.82 per full-time equivalent
28 student, beginning September 1, 1998, and ending June 30, 1999. The
29 expenditure of the funds shall be determined at each school site by the
30 school building staff, parents, and the community. School districts
31 shall distribute all funds received to school buildings without
32 deduction.

33 (m) \$15,000 of the general fund--state appropriation is provided
34 solely to assist local districts vocational education programs in
35 applying for low frequency FM radio licenses with the federal
36 communications commission.

37 (n) \$35,000 of the general fund--state appropriation is provided
38 solely to the state board of education to design a program to encourage

1 high school students and other adults to pursue careers as vocational
2 education teachers in the subject matter of agriculture.

3 (o) \$25,000 of the general fund--state appropriation for fiscal
4 year 1998 and \$25,000 of the general fund--state appropriation for
5 fiscal year 1999 are provided solely for allocation to the primary
6 coordinators of the state geographic alliance to improve the teaching
7 of geography in schools.

8 (p) \$1,000,000 of the general fund--state appropriation is provided
9 for state administrative costs and start-up grants for alternative
10 programs and services that improve instruction and learning for at-risk
11 and expelled students consistent with the objectives of Engrossed House
12 Bill No. 1581 (disruptive students/offenders). Each grant application
13 shall contain proposed performance indicators and an evaluation plan to
14 measure the success of the program and its impact on improved student
15 learning. Applications shall contain the applicant's plan for
16 maintaining the program and/or services after the grant period, shall
17 address the needs of students who cannot be accommodated within the
18 framework of existing school programs or services and shall address how
19 the applicant will serve any student within the proposed program's
20 target age range regardless of the reason for truancy, suspension,
21 expulsion, or other disciplinary action. Up to \$50,000 per year may be
22 used by the superintendent of public instruction for grant
23 administration. The superintendent shall submit an evaluation of the
24 alternative program start-up grants provided under this section, and
25 section 501(2)(q), chapter 283, Laws of 1996, to the fiscal and
26 education committees of the legislature by November 15, 1998. Grants
27 shall be awarded to applicants showing the greatest potential for
28 improved student learning for at-risk students including:

29 (i) Students who have been suspended, expelled, or are subject to
30 other disciplinary actions;

31 (ii) Students with unexcused absences who need intervention from
32 community truancy boards or family support programs;

33 (iii) Students who have left school; and

34 (iv) Students involved with the court system.

35 The office of the superintendent of public instruction shall
36 prepare a report describing student recruitment, program offerings,
37 staffing practices, and available indicators of program effectiveness
38 of alternative education programs funded with state and, to the extent
39 information is available, local funds. The report shall contain a plan

1 for conducting an evaluation of the educational effectiveness of
2 alternative education programs.

3 (q) \$1,600,000 of the general fund--state appropriation is provided
4 for grants for magnet schools to be distributed as recommended by the
5 superintendent of public instruction pursuant to chapter 232, section
6 516(13), Laws of 1992.

7 (r) \$4,300,000 of the general fund--state appropriation is provided
8 for complex need grants. Grants shall be provided according to amounts
9 shown in LEAP Document 30C as developed on April 27, 1997, at 03:00
10 hours.

11 *Sec. 501 was partially vetoed. See message at end of chapter.

12 NEW SECTION. **Sec. 502. FOR THE SUPERINTENDENT OF PUBLIC**
13 **INSTRUCTION--BASIC EDUCATION EMPLOYEE COMPENSATION**

14 (1) The following calculations determine the salaries used in the
15 general fund allocations for certificated instructional, certificated
16 administrative, and classified staff units under section 502, chapter
17 149, Laws of 1997:

18 (a) Salary allocations for certificated instructional staff units
19 shall be determined for each district by multiplying the district's
20 certificated instructional derived base salary shown on LEAP Document
21 12D, by the district's average staff mix factor for basic education and
22 special education certificated instructional staff in that school year,
23 computed using LEAP Document 1A; and

24 (b) Salary allocations for certificated administrative staff units
25 and classified staff units for each district shall be based on the
26 district's certificated administrative and classified salary allocation
27 amounts shown on LEAP Document 12D.

28 (2) For the purposes of this section:

29 (a) "Basic education certificated instructional staff" is defined
30 as provided in RCW 28A.150.100 and "special education certificated
31 staff" means staff assigned to the state-supported special education
32 program pursuant to chapter 28A.155 RCW in positions requiring a
33 certificate;

34 (b) "LEAP Document 1A" means the computerized tabulation
35 establishing staff mix factors for certificated instructional staff
36 according to education and years of experience, as developed by the
37 legislative evaluation and accountability program committee on April 8,
38 1991, at 13:35 hours; and

1 (c) "LEAP Document 12D" means the computerized tabulation of 1997-
 2 98 and 1998-99 school year salary allocations for certificated
 3 administrative staff and classified staff and derived base salaries for
 4 certificated instructional staff as developed by the legislative
 5 evaluation and accountability program committee on March 21, 1997 at
 6 16:37 hours.

7 (3) Incremental fringe benefit factors shall be applied to salary
 8 adjustments at a rate of 19.58 percent for certificated staff and 15.15
 9 percent for classified staff for both years of the biennium.

10 (4)(a) Pursuant to RCW 28A.150.410, the following state-wide salary
 11 allocation schedules for certificated instructional staff are
 12 established for basic education salary allocations:

13 STATE-WIDE SALARY ALLOCATION SCHEDULE
 14 FOR THE 1997-98 AND 1998-99 SCHOOL YEARS

15 Years of	BA	BA+15	BA+30	BA+45	BA+90
16 Service					
17 0	22,950	23,570	24,212	24,855	26,920
18 1	23,702	24,342	25,005	25,690	27,816
19 2	24,469	25,129	25,812	26,563	28,725
20 3	25,275	25,955	26,657	27,450	29,650
21 4	26,095	26,818	27,540	28,375	30,632
22 5	26,953	27,695	28,437	29,336	31,629
23 6	27,847	28,586	29,370	30,333	32,661
24 7	28,756	29,513	30,316	31,341	33,727
25 8	29,678	30,477	31,299	32,408	34,827
26 9		31,475	32,337	33,487	35,962
27 10			33,388	34,621	37,129
28 11				35,788	38,351
29 12				36,918	39,605
30 13					40,890
31 14					42,182
32 15 or more					43,279

33 Years of	BA+135	MA	MA+45	MA+90
34 Service				or PHD
35 0	28,251	27,516	29,581	30,912

1	1	29,165	28,351	30,477	31,825
2	2	30,115	29,224	31,386	32,774
3	3	31,100	30,111	32,311	33,761
4	4	32,123	31,036	33,293	34,783
5	5	33,180	31,996	34,290	35,840
6	6	34,250	32,994	35,322	36,911
7	7	35,377	34,002	36,388	38,038
8	8	36,537	35,069	37,488	39,198
9	9	37,730	36,147	38,623	40,391
10	10	38,956	37,282	39,790	41,617
11	11	40,214	38,449	41,012	42,875
12	12	41,525	39,662	42,266	44,186
13	13	42,867	40,917	43,551	45,528
14	14	44,260	42,210	44,927	46,921
15	15 or more	45,411	43,307	46,095	48,141

16 (b) As used in this subsection, the column headings "BA+(N)" refer
17 to the number of credits earned since receiving the baccalaureate
18 degree.

19 (c) For credits earned after the baccalaureate degree but before
20 the masters degree, any credits in excess of forty-five credits may be
21 counted after the masters degree. Thus, as used in this subsection,
22 the column headings "MA+(N)" refer to the total of:

- 23 (i) Credits earned since receiving the masters degree; and
- 24 (ii) Any credits in excess of forty-five credits that were earned
25 after the baccalaureate degree but before the masters degree.

26 (5) For the purposes of this section:

- 27 (a) "BA" means a baccalaureate degree.
- 28 (b) "MA" means a masters degree.
- 29 (c) "PHD" means a doctorate degree.

30 (d) "Years of service" shall be calculated under the same rules
31 adopted by the superintendent of public instruction.

32 (e) "Credits" means college quarter hour credits and equivalent in-
33 service credits computed in accordance with RCW 28A.415.020 and chapter
34 90, Laws of 1997.

35 (6) No more than ninety college quarter-hour credits received by
36 any employee after the baccalaureate degree may be used to determine
37 compensation allocations under the state salary allocation schedule and

1 LEAP documents referenced in this act, or any replacement schedules and
2 documents, unless:

3 (a) The employee has a masters degree; or

4 (b) The credits were used in generating state salary allocations
5 before January 1, 1992.

6 (7) The salary allocation schedules established in this section are
7 for allocation purposes only except as provided in RCW 28A.400.200(2).

8 *NEW SECTION. **Sec. 503. FOR THE SUPERINTENDENT OF PUBLIC**
9 **INSTRUCTION--FOR SCHOOL EMPLOYEE COMPENSATION ADJUSTMENTS**

10	General Fund Appropriation (FY 1998)	. . . . .	\$	79,966,000
11	General Fund Appropriation (FY 1999)	. . . . .	\$	116,310,000
12	TOTAL APPROPRIATION	. . . . .	\$	196,276,000

13 The appropriations in this section are subject to the following
14 conditions and limitations:

15 (1) \$176,525,000 is provided for a cost of living adjustment of 3.0
16 percent effective September 1, 1997, for state formula staff units.
17 The appropriations include associated incremental fringe benefit
18 allocations at rates of 19.58 percent for certificated staff and 15.15
19 percent for classified staff.

20 (a) The appropriations in this section include the increased
21 portion of salaries and incremental fringe benefits for all relevant
22 state-funded school programs in part V of this act. Salary adjustments
23 for state employees in the office of superintendent of public
24 instruction and the education reform program are provided in part VII
25 of this act. Increases for general apportionment (basic education) are
26 based on the salary allocation schedules and methodology in section 502
27 of this act. Increases for special education result from increases in
28 each district's basic education allocation per student. Increases for
29 educational service districts and institutional education programs are
30 determined by the superintendent of public instruction using the
31 methodology for general apportionment salaries and benefits in section
32 502 of this act.

33 (b) The appropriations in this section provide salary increase and
34 incremental fringe benefit allocations based on formula adjustments as
35 follows:

1 (i) For pupil transportation, an increase of \$0.60 per weighted
2 pupil-mile for the 1997-98 school year and maintained for the 1998-99
3 school year;

4 (ii) For education of highly capable students, an increase of \$6.81
5 per formula student for the 1997-98 school year and maintained for the
6 1998-99 school year; and

7 (iii) For transitional bilingual education, an increase of \$17.69
8 per eligible bilingual student for the 1997-98 school year and
9 maintained for the 1998-99 school year; and

10 (iv) For learning assistance, an increase of \$8.74 per entitlement
11 unit for the 1997-98 school year and maintained for the 1998-99 school
12 year.

13 (c) The appropriations in this section include \$912,000 for salary
14 increase adjustments for substitute teachers at a rate of \$10.64 per
15 unit in the 1997-98 school year and maintained in the 1998-99 school
16 year.

17 (2) \$19,751,000 is provided for adjustments to insurance benefit
18 allocations. The maintenance rate for insurance benefit allocations is
19 \$314.51 per month for the 1997-98 and 1998-99 school years. The
20 appropriations in this section provide increases of \$2.83 per month for
21 the 1997-98 school year and \$18.41 per month for the 1998-99 school
22 year at the following rates:

23 (a) For pupil transportation, an increase of \$0.03 per weighted
24 pupil-mile for the 1997-98 school year and \$0.19 for the 1998-99 school
25 year;

26 (b) For education of highly capable students, an increase of \$0.20
27 per formula student for the 1997-98 school year and \$1.35 for the 1998-
28 99 school year;

29 (c) For transitional bilingual education, an increase of \$.46 per
30 eligible bilingual student for the 1997-98 school year and \$3.44 for
31 the 1998-99 school year; and

32 (d) For learning assistance, an increase of \$.36 per funded unit
33 for the 1997-98 school year and \$2.70 for the 1998-99 school year.

34 (3) The rates specified in this section are subject to revision
35 each year by the legislature.

36 (4)(a) For the 1997-98 school year, the superintendent shall
37 prepare a report showing the allowable derived base salary for
38 certificated instructional staff in accordance with RCW 28A.400.200 and
39 LEAP Document 12D, and the actual derived base salary paid by each

1 school district as shown on the S-275 report and shall make the report
2 available to the fiscal committees of the legislature no later than
3 February 15, 1998.

4 (b) For the 1998-99 school year, the superintendent shall reduce
5 the percent of salary increase funds provided in this section for
6 certificated instructional staff in the basic education and special
7 education programs by the percentage by which a district exceeds the
8 allowable derived base salary for certificated instructional staff as
9 shown on LEAP Document 12D.

10 (5) Cost-of-living funds provided to school districts under this
11 section for classified staff shall be distributed to each and every
12 formula funded employee at 3.0 percent, effective September 1, 1997.

13 *Sec. 503 was partially vetoed. See message at end of chapter.

14 NEW SECTION. **Sec. 504. FOR THE SUPERINTENDENT OF PUBLIC**
15 **INSTRUCTION--FOR LOCAL EFFORT ASSISTANCE**

16	General Fund Appropriation (FY 1998)	\$	84,347,000
17	General Fund Appropriation (FY 1999)	\$	89,605,000
18	TOTAL APPROPRIATION	\$	173,952,000

19 **Sec. 505.** 1997 c 149 s 512 (uncodified) is amended to read as
20 follows:

21 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**
22 **EDUCATION PROGRAMS**

23	General Fund--State Appropriation (FY 1998)	\$	((18,327,000))
24			<u>18,026,000</u>
25	General Fund--State Appropriation (FY 1999)	\$	((19,131,000))
26			<u>18,983,000</u>
27	General Fund--Federal Appropriation	\$	8,548,000
28	TOTAL APPROPRIATION	\$	((46,006,000))
29			<u>45,557,000</u>

30 The appropriations in this section are subject to the following
31 conditions and limitations:

32 (1) The general fund--state appropriation for fiscal year 1998
33 includes such funds as are necessary for the remaining months of the
34 1996-97 school year.

35 (2) State funding provided under this section is based on salaries
36 and other expenditures for a 220-day school year. The superintendent

1 of public instruction shall monitor school district expenditure plans
2 for institutional education programs to ensure that districts plan for
3 a full-time summer program.

4 (3) State funding for each institutional education program shall be
5 based on the institution's annual average full-time equivalent student
6 enrollment. Staffing ratios for each category of institution shall
7 remain the same as those funded in the 1995-97 biennium.

8 (4) \$((758,000)) 341,000 of the general fund--state fiscal year
9 1998 appropriation and \$((704,000)) 407,000 of the general fund--state
10 fiscal year 1999 appropriation are provided solely for the
11 implementation of Engrossed Third Substitute House Bill No. 3900
12 (revising the juvenile code). If the bill is not enacted by June 30,
13 1997, the amounts provided in this subsection shall lapse.

14 *NEW SECTION. **Sec. 506. FOR THE SUPERINTENDENT OF PUBLIC**
15 **INSTRUCTION--EDUCATION REFORM PROGRAMS**

16	General Fund Appropriation (FY 1998)	. . . . .	\$	18,905,000
17	General Fund Appropriation (FY 1999)	. . . . .	\$	21,868,000
18	TOTAL APPROPRIATION	. . . . .	\$	40,773,000

19 The appropriations in this section are subject to the following
20 conditions and limitations:

21 (1) \$18,103,000 is provided for the operation of the commission on
22 student learning and the development and implementation of student
23 assessments. The commission shall cooperate with the superintendent of
24 public instruction in defining measures of student achievement to be
25 included in the student record system developed by the superintendent
26 pursuant to section 501(1)(b) of this act.

27 (2) \$2,190,000 is provided solely for training of paraprofessional
28 classroom assistants and certificated staff who work with classroom
29 assistants as provided in RCW 28A.415.310.

30 (3) \$2,970,000 is provided for mentor teacher assistance, including
31 state support activities, under RCW 28A.415.250 and 28A.415.260. Funds
32 for the teacher assistance program shall be allocated to school
33 districts based on the number of beginning teachers.

34 (4) \$4,050,000 is provided for improving technology infrastructure,
35 monitoring and reporting on school district technology development,
36 promoting standards for school district technology, promoting statewide
37 coordination and planning for technology development, and providing

1 regional educational technology support centers, including state
2 support activities, under chapter 28A.650 RCW.

3 (5) \$7,200,000 is provided for grants to school districts to
4 provide a continuum of care for children and families to help children
5 become ready to learn. Grant proposals from school districts shall
6 contain local plans designed collaboratively with community service
7 providers. If a continuum of care program exists in the area in which
8 the school district is located, the local plan shall provide for
9 coordination with existing programs to the greatest extent possible.
10 Grant funds shall be allocated pursuant to RCW 70.190.040.

11 (6) \$5,000,000 is provided solely for the meals for kids program
12 under RCW 28A.235.145 through 28A.235.155.

13 (7) \$1,260,000 is provided for technical assistance related to
14 education reform through the office of the superintendent of public
15 instruction, in consultation with the commission on student learning,
16 as specified in RCW 28A.300.130 (center for the improvement of student
17 learning).

18 (8) *The superintendent of public instruction shall not accept,*
19 *allocate, or expend any federal funds to implement the federal goals*
20 *2000 program.*

21 *Sec. 506 was partially vetoed. See message at end of chapter.

22 *Sec. 507. 1997 c 149 s 515 (uncodified) is amended to read as
23 follows:

24 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**
25 **BILINGUAL PROGRAMS**

26	General Fund Appropriation (FY 1998)	. . . . .	\$	31,146,000
27	General Fund Appropriation (FY 1999)	. . . . .	\$	33,414,000
28	TOTAL APPROPRIATION	. . . . .	\$	64,560,000

29 The appropriations in this section are subject to the following
30 conditions and limitations:

31 (1) The appropriation for fiscal year 1998 provides such funds as
32 are necessary for the remaining months of the 1996-97 school year.

33 (2) The superintendent of public instruction shall study the
34 formula components proposed for the 1998-99 school year and prepare a
35 report to the legislature no later than January 15, 1998.

36 (3) The superintendent shall distribute a maximum of \$643.78 per
37 eligible bilingual student in the 1997-98 school year, exclusive of

1 (1) A maximum of \$50,841,000 is provided for learning improvement
2 allocations to school districts to enhance the ability of instructional
3 staff to teach and assess the essential academic learning requirements
4 for reading, writing, communication, and math in accordance with the
5 timelines and requirements established under RCW 28A.630.885. However,
6 special emphasis shall be given to the successful teaching of reading.
7 Allocations under this section shall be subject to the following
8 conditions and limitations:

9 (a) In accordance with the timetable for the implementation of the
10 assessment system by the commission on student learning, the
11 allocations for the 1997-98 and 1998-99 school years shall be at a
12 maximum annual rate per full-time equivalent student of \$36.69 for
13 students enrolled in grades K-4, \$30.00 for students enrolled in grades
14 5-7, and \$22.95 for students enrolled in grades 8-12. Allocations
15 shall be made on the monthly apportionment schedule provided in RCW
16 28A.510.250.

17 (b) A district receiving learning improvement allocations shall:

18 (i) Develop and keep on file at each building a student learning
19 improvement plan to achieve the student learning goals and essential
20 academic learning requirements and to implement the assessment system
21 as it is developed. The plan shall delineate how the learning
22 improvement allocations will be used to accomplish the foregoing. The
23 plan shall be made available to the public upon request;

24 (ii) Maintain a policy regarding the involvement of school staff,
25 parents, and community members in instructional decisions;

26 (iii) File a report by October 1, 1998, and October 1, 1999, with
27 the office of the superintendent of public instruction, in a format
28 developed by the superintendent that: Enumerates the activities funded
29 by these allocations; the amount expended for each activity; describes
30 how the activity improved understanding, teaching, and assessment of
31 the essential academic learning requirements by instructional staff;
32 and identifies any amounts expended from this allocation for
33 supplemental contracts; and

34 (iv) Provide parents and the local community with specific
35 information on the use of this allocation by including in the annual
36 performance report required in RCW 28A.320.205, information on how
37 funds allocated under this subsection were spent and the results
38 achieved.

1 (c) The superintendent of public instruction shall compile and
2 analyze the school district reports and present the results to the
3 office of financial management and the appropriate committees of the
4 legislature no later than November 15, 1998, and November 15, 1999.

5 (2) \$55,937,000 is provided for local education program
6 enhancements to meet educational needs as identified by the school
7 district, including alternative education programs. This amount
8 includes such amounts as are necessary for the remainder of the 1996-97
9 school year. Allocations for the 1997-98 and 1998-99 school year shall
10 be at a maximum annual rate of \$29.86 per full-time equivalent student
11 as determined pursuant to subsection (3) of this section. Allocations
12 shall be made on the monthly apportionment payment schedule provided in
13 RCW 28A.510.250.

14 (3) Allocations provided under this section shall be based on
15 school district annual average full-time equivalent enrollment in
16 grades kindergarten through twelve: PROVIDED, That for school
17 districts enrolling not more than one hundred average annual full-time
18 equivalent students, and for small school plants within any school
19 district designated as remote and necessary schools, the allocations
20 shall be as follows:

21 (a) Enrollment of not more than 60 average annual full-time
22 equivalent students in grades kindergarten through six shall generate
23 funding based on sixty full-time equivalent students;

24 (b) Enrollment of not more than 20 average annual full-time
25 equivalent students in grades seven and eight shall generate funding
26 based on twenty full-time equivalent students; and

27 (c) Enrollment of not more than 60 average annual full-time
28 equivalent students in grades nine through twelve shall generate
29 funding based on sixty full-time equivalent students.

30 (4) Funding provided pursuant to this section does not fall within
31 the definition of basic education for purposes of Article IX of the
32 state Constitution and the state's funding duty thereunder.

33 (5) Receipt by a school district of one-fourth of the district's
34 allocation of funds under this section, shall be conditioned on a
35 finding by the superintendent that:

36 (a) The district is enrolled as a medicaid service provider and is
37 actively pursuing federal matching funds for medical services provided
38 through special education programs, pursuant to RCW 74.09.5241 through
39 74.09.5256 (Title XIX funding); and

1 (b) The district is filing truancy petitions as required under
2 chapter 312, Laws of 1995 and RCW 28A.225.030.

3 NEW SECTION. **Sec. 509. FOR THE STATE BOARD OF EDUCATION**
4 Education Savings Account Appropriation to the
5 Common School Construction Account \$ 12,621,000

6 (End of part)

1 (c) Each institution of higher education receiving appropriations
2 under sections 604 through 609 of this act may provide to instructional
3 and research faculty, exempt professional staff, academic
4 administrators, academic librarians, counselors, teaching and research
5 assistants, as classified by the office of financial management, and
6 all other nonclassified staff, but not including employees under RCW
7 28B.16.015, an additional average salary increase of 1.0 percent on
8 July 1, 1997, and an average salary increase of 2.0 percent on July 1,
9 1998. Any salary increases authorized under this subsection (2)(c)
10 shall not be included in an institution's salary base. It is the
11 intent of the legislature that general fund--state support for an
12 institution shall not increase during the current or any future
13 biennium as a result of any salary increases authorized under this
14 subsection (2)(c).

15 (d) Specific salary increases authorized in sections 603 through
16 609 of this act are in addition to any salary increase provided in this
17 subsection.

18 (3)(a) Each institution receiving appropriations under sections 604
19 through 609 of this act shall submit plans for achieving measurable and
20 specific improvements in academic years 1997-98 and 1998-99 to the
21 higher education coordinating board. The plans, to be prepared at the
22 direction of the board, shall be submitted by August 15, 1997 (for
23 academic year 1997-98) and June 30, 1998 (for academic year 1998-99).
24 The following measures and goals will be used for the 1997-99 biennium:

25 Goal

26 (i) Undergraduate graduation efficiency index:
27 For students beginning as freshmen 95
28 For transfer students 90

29 (ii) Undergraduate student retention, defined as the percentage of
30 all undergraduate students who return for the next year at the same
31 institution, measured from fall to fall:

32 Research universities 95%
33 Comprehensive universities and college 90%

34 (iii) Graduation rates, defined as the percentage of an entering
35 freshmen class at each institution that graduates within five years:
36 Research universities 65%

2 (iv) A measure of faculty productivity, with goals and targets in
3 accord with the legislative intent to achieve measurable and specific
4 improvements, to be determined by the higher education coordinating
5 board, in consultation with the institutions receiving appropriations
6 under sections 604 through 609 of this act.

7 (v) An additional measure and goal to be selected by the higher
8 education coordinating board for each institution, in consultation with
9 each institution.

10 (b) Academic year 1995-96 shall be the baseline year against which
11 performance in academic year 1997-98 shall be measured. Academic year
12 1997-98 shall be the baseline year against which performance in
13 academic year 1998-99 shall be measured. The difference between each
14 institution's baseline year and the state-wide performance goals shall
15 be calculated and shall be the performance gap for each institution for
16 each measure for each year. The higher education coordinating board
17 shall set performance targets for closing the performance gap for each
18 measure for each institution. Performance targets shall be set at
19 levels that reflect meaningful and substantial progress towards the
20 state-wide performance goals. Each institution shall report to the
21 higher education coordinating board on its actual performance
22 achievement for each measure for academic year 1997-98 by June 30,
23 1998, except that performance reporting for the student retention
24 measure shall be completed by October 15, 1998.

25 (4) The state board for community and technical colleges shall
26 develop an implementation plan for measurable and specific improvements
27 in productivity, efficiency, and student retention in academic years
28 1997-98 and 1998-99 consistent with the performance management system
29 developed by the work force training and education coordinating board
30 and for the following long-term performance goals:

	Goal
31 (a) Hourly wages for vocational graduates	\$12/hour
32 (b) Academic students transferring to Washington	
33 higher education institutions	67%
34 (c) Core course completion rates	85%
35 (d) Graduation efficiency index	95

1 (5) The state's public institutions of higher education
 2 increasingly are being called upon to become more efficient in
 3 conducting the business operations necessary to support the carrying
 4 out of their academic missions. The legislature recognizes that state
 5 laws and regulations may have the unintended effect of acting as
 6 barriers to efficient operation in some instances, and desires to
 7 encourage the institutions of higher education to think beyond the
 8 constraints of current law in identifying opportunities for improved
 9 efficiency. Accordingly, the legislature requests that the
 10 institutions of higher education, working together through the council
 11 of presidents' office and the state board for community and technical
 12 colleges, identify opportunities for changes in state law that would
 13 form the basis for a new efficiency compact with the state, for
 14 consideration no later than the 1999 legislative session.

15 *NEW SECTION. **Sec. 602.** (1) The appropriations in sections 603
 16 through 609 of this act provide state general fund support or
 17 employment and training trust account support for full-time equivalent
 18 student enrollments at each institution of higher education. Listed
 19 below are the annual full-time equivalent student enrollments by
 20 institution assumed in this act.

21	1997-98	1998-99
22	Annual	Annual
23	Average	Average
24 University of Washington		
25 Main campus	31,297	31,527
26 Bothell branch	775	895
27 Tacoma branch	847	992
28 Washington State University		
29 Main campus	17,403	17,723
30 Spokane branch	352	442
31 Tri-Cities branch	754	814
32 Vancouver branch	851	971

1	Central Washington University	7,346	7,446
2	Eastern Washington University	7,739	7,739
3	The Evergreen State College	3,496	3,576
4	Western Washington University	10,188	10,338
5	State Board for Community and		
6	Technical Colleges	116,426	118,526
7	Higher Education Coordinating		
8	Board	50	50

9 *(2) The legislature intends to reduce general fund--state support*
10 *for student enrollments by average instructional funding as calculated*
11 *by the higher education coordinating board for enrollments below the*
12 *budgeted levels in subsection (1) of this section, except that, for*
13 *campuses with less than 1,500 budgeted full-time equivalent (FTE)*
14 *student enrollments, enrollment targets shall be set at 95 percent of*
15 *the budgeted enrollment level, and except that underenrollment at*
16 *Eastern Washington University shall be administered in accordance with*
17 *section 606(5) of this act.*

18 *Sec. 602 was partially vetoed. See message at end of chapter.

19 NEW SECTION. **Sec. 603. FOR THE STATE BOARD FOR COMMUNITY AND**
20 **TECHNICAL COLLEGES**

21	General Fund--State Appropriation (FY 1998)	\$	382,891,000
22	General Fund--State Appropriation (FY 1999)	\$	420,961,000
23	General Fund--Federal Appropriation	\$	11,404,000
24	Employment and Training Trust Account		
25	Appropriation	\$	26,346,000
26	TOTAL APPROPRIATION	\$	841,602,000

27 The appropriations in this section are subject to the following
28 conditions and limitations:

29 (1) \$2,718,000 of the general fund--state appropriation for fiscal
30 year 1998 and \$4,079,000 of the general fund--state appropriation for
31 fiscal year 1999 shall be held in reserve by the board. These funds
32 are provided for improvements in productivity, efficiency, and student
33 retention. The board may approve the fiscal year 1998 allocation of
34 funds under this subsection upon completion of an implementation plan.
35 The implementation plan shall be submitted by the board to the
36 appropriate legislative committees and the office of financial

1 management in accordance with section 601(4) of this act by September
2 1, 1997. The board may approve the fiscal year 1999 allocation of
3 funds under this subsection based on the board's evaluation of:

4 (a) College performance compared to the goals for productivity,
5 efficiency, and student retention as submitted in the plan required in
6 section 601(4) of this act; and

7 (b) The quality and effectiveness of the strategies the colleges
8 propose to achieve continued improvement in quality and efficiency
9 during the 1998-99 academic year.

10 (2) \$2,553,000 of the general fund--state appropriation for fiscal
11 year 1998, \$28,761,000 of the general fund--state appropriation for
12 fiscal year 1999, and the entire employment and training trust account
13 appropriation are provided solely as special funds for training and
14 related support services, including financial aid, child care, and
15 transportation, as specified in chapter 226, Laws of 1993 (employment
16 and training for unemployed workers) and Substitute House Bill No.
17 2214.

18 (a) Funding is provided to support up to 7,200 full-time equivalent
19 students in each fiscal year.

20 (b) The state board for community and technical colleges shall
21 submit a plan for the allocation of the full-time equivalent students
22 provided in this subsection to the workforce training and education
23 coordinating board for review and approval.

24 (3) \$1,441,000 of the general fund--state appropriation for fiscal
25 year 1998 and \$1,441,000 of the general fund--state appropriation for
26 fiscal year 1999 are provided solely for 500 FTE enrollment slots to
27 implement RCW 28B.50.259 (timber-dependent communities).

28 (4) \$1,862,500 of the general fund--state appropriation for fiscal
29 year 1998 and \$1,862,500 of the general fund--state appropriation for
30 fiscal year 1999 are provided solely for assessment of student outcomes
31 at community and technical colleges.

32 (5) \$706,000 of the general fund--state appropriation for fiscal
33 year 1998 and \$706,000 of general fund--state appropriation for fiscal
34 year 1999 are provided solely to recruit and retain minority students
35 and faculty.

36 (6) Up to \$1,035,000 of the general fund--state appropriation for
37 fiscal year 1998 and up to \$2,102,000 of the general fund--state
38 appropriation for fiscal year 1999 may be used in combination with
39 salary and benefit savings from faculty turnover to provide faculty

1 salary increments and associated benefits. To the extent general
2 salary increase funding is used to pay faculty increments, the general
3 salary increase shall be reduced by the same amount.

4 (7) To address part-time faculty salary disparities and to increase
5 the ratio of full-time to part-time faculty instructors, the board
6 shall provide salary increases to part-time instructors or hire
7 additional full-time instructional staff under the following conditions
8 and limitations: (a) The amount used for such purposes shall not
9 exceed an amount equivalent to an additional salary increase of 1.0
10 percent on July 1, 1997, and an additional salary increase of 2.0
11 percent on July 1, 1998, for instructional faculty as classified by the
12 office of financial management; and (b) at least \$2,934,000 shall be
13 spent for the purposes of this subsection.

14 (8) \$83,000 of the general fund--state appropriation for fiscal
15 year 1998 and \$1,567,000 of the general fund--state appropriation for
16 fiscal year 1999 are provided for personnel and expenses to develop
17 curricula, library resources, and operations of Cascadia Community
18 College. It is the legislature's intent to use the opportunity
19 provided by the establishment of the new institution to conduct a pilot
20 project of budgeting based on instructional standards and outcomes.
21 The college shall use a portion of the available funds to develop a set
22 of measurable standards and outcomes as the basis for budget
23 development in the 1999-01 biennium.

24 (9) The technical colleges may increase tuition and fees to conform
25 with the percentage increase in community college operating fees
26 enacted by the 1997 legislature. The community colleges may charge up
27 to the maximum level authorized for services and activities fees in RCW
28 28B.15.069.

29 (10) Community and technical colleges with below-average faculty
30 salaries may use funds identified by the state board in the 1997-98 and
31 1998-99 operating allocations to increase faculty salaries no higher
32 than the system-wide average.

33 (11) \$1,000,000 of the general fund--state appropriation for fiscal
34 year 1998 and \$1,000,000 of the general fund--state appropriation for
35 fiscal year 1999 are provided solely for tuition support for students
36 enrolled in work-based learning programs.

37 NEW SECTION. **Sec. 604. FOR UNIVERSITY OF WASHINGTON**
38 General Fund Appropriation (FY 1998) \$ 283,923,000

1	General Fund Appropriation (FY 1999)	\$ 289,807,000
2	Death Investigations Account Appropriation	\$ 1,810,000
3	Industrial Insurance Premium Refund Account	
4	Appropriation	\$ 514,000
5	Accident Account Appropriation	\$ 4,969,000
6	Medical Aid Account Appropriation	\$ 4,989,000
7	TOTAL APPROPRIATION	\$ 586,012,000

8 The appropriations in this section are subject to the following
9 conditions and limitations:

10 (1) \$2,019,000 of the general fund appropriation for fiscal year
11 1998 and \$3,029,000 of the general fund appropriation for fiscal year
12 1999 shall be placed in reserve. The office of financial management
13 shall approve the allotment of amounts under this subsection upon
14 notification by the higher education coordinating board. These amounts
15 are provided for the preparation of plans and for the achievement of
16 measurable and specific improvements towards performance and
17 accountability goals as outlined in section 601(3) of this act.

18 (2) \$800,000 of the general fund appropriation for fiscal year 1998
19 and \$1,896,000 of the general fund appropriation for fiscal year 1999
20 are provided solely to support additional upper-division and graduate
21 level enrollments at the Tacoma branch campus above the 1996-97
22 budgeted FTE level.

23 (3) \$593,000 of the general fund appropriation for fiscal year 1998
24 and \$1,547,000 of the general fund appropriation for fiscal year 1999
25 are provided solely to support additional upper-division and graduate
26 level enrollments at the Bothell branch campus above the 1996-97
27 budgeted FTE level.

28 (4) \$186,000 of the general fund appropriation for fiscal year 1998
29 and \$186,000 of the general fund appropriation for fiscal year 1999 are
30 provided solely for assessment of student outcomes.

31 (5) \$324,000 of the general fund appropriation for fiscal year 1998
32 and \$324,000 of the general fund appropriation for fiscal year 1999 are
33 provided solely to recruit and retain minority students and faculty.

34 (6) \$130,000 of the general fund appropriation for fiscal year 1998
35 and \$130,000 of the general fund appropriation for fiscal year 1999 are
36 provided solely for the implementation of the Puget Sound work plan
37 agency action item UW-01.

1 (7) \$1,200,000 of the general fund appropriation for fiscal year
2 1998 and \$1,200,000 of the general fund appropriation for fiscal year
3 1999 are provided solely for competitively offered faculty recruitment
4 and retention salary adjustments. The university shall provide a
5 report in their 1999-01 biennial operating budget request submittal on
6 the effective expenditure of funds for the purposes of this subsection.

7 (8) \$47,000 of the fiscal year 1998 general fund appropriation and
8 \$47,000 of the fiscal year 1999 general fund appropriation are provided
9 solely to employ a fossil preparator/educator in the Burke Museum. The
10 entire amounts provided in this subsection shall be provided directly
11 to the Burke Museum.

12 (9) \$75,000 of the general fund appropriation for fiscal year 1998
13 and \$75,000 of the general fund appropriation for fiscal year 1999 are
14 provided solely for enhancements to research capabilities at the
15 Olympic natural resources center.

16 NEW SECTION. **Sec. 605. FOR WASHINGTON STATE UNIVERSITY**

17	General Fund Appropriation (FY 1998)	. . . . .	\$	166,644,000
18	General Fund Appropriation (FY 1999)	. . . . .	\$	172,819,000
19	Air Pollution Control Account Appropriation	. . . . .	\$	206,000
20	TOTAL APPROPRIATION	. . . . .	\$	339,669,000

21 The appropriations in this section are subject to the following
22 conditions and limitations:

23 (1) \$1,204,000 of the general fund appropriation for fiscal year
24 1998 and \$1,807,000 of the general fund appropriation for fiscal year
25 1999 shall be placed in reserve. The office of financial management
26 shall approve the allotment of amounts under this subsection upon
27 notification by the higher education coordinating board. These amounts
28 are provided for the preparation of plans and for the achievement of
29 measurable and specific improvements towards performance and
30 accountability goals as outlined in section 601(3) of this act.

31 (2) \$1,059,000 of the general fund appropriation for fiscal year
32 1999 is provided solely to support additional upper-division and
33 graduate level enrollments at the Vancouver branch campus above the
34 1996-97 budgeted FTE level.

35 (3) \$263,000 of the general fund appropriation for fiscal year 1998
36 and \$789,000 of the general fund appropriation for fiscal year 1999 are
37 provided solely to support additional upper-division and graduate level

1 enrollments at the Tri-Cities branch campus above the 1996-97 budgeted
2 FTE level.

3 (4) \$971,000 of the general fund appropriation for fiscal year 1999
4 is provided solely to support additional upper-division and graduate
5 level enrollments at the Spokane branch campus above the 1996-97
6 budgeted FTE level.

7 (5) \$186,000 of the general fund appropriation for fiscal year 1998
8 and \$186,000 of the general fund appropriation for fiscal year 1999 are
9 provided solely for assessment of student outcomes.

10 (6) \$140,000 of the general fund appropriation for fiscal year 1998
11 and \$140,000 of the general fund appropriation for fiscal year 1999 are
12 provided solely to recruit and retain minority students and faculty.

13 (7) \$157,000 of the general fund appropriation for fiscal year 1998
14 and \$157,000 of the general fund appropriation for fiscal year 1999 are
15 provided solely for the implementation of the Puget Sound work plan
16 agency action item WSU-01.

17 (8) \$600,000 of the general fund appropriation for fiscal year 1998
18 and \$600,000 of the general fund appropriation for fiscal year 1999 are
19 provided solely for competitively offered faculty recruitment and
20 retention salary adjustments. The university shall provide a report in
21 their 1999-01 biennial operating budget request submittal on the
22 effective expenditure of funds for the purposes of this subsection.

23 (9) \$50,000 of the general fund appropriation for fiscal year 1998
24 and \$50,000 of the general fund appropriation for fiscal year 1999 are
25 provided solely for yellow star thistle research.

26 (10) \$55,000 of the general fund appropriation for fiscal year 1998
27 and \$55,000 of the general fund appropriation for fiscal year 1999 are
28 provided solely for the Goldendale distance learning center.

29 **NEW SECTION. Sec. 606. FOR EASTERN WASHINGTON UNIVERSITY**

30	General Fund Appropriation (FY 1998)	. . . . .	\$	39,211,000
31	General Fund Appropriation (FY 1999)	. . . . .	\$	39,489,000
32	TOTAL APPROPRIATION	. . . . .	\$	78,700,000

33 The appropriations in this section are subject to the following
34 conditions and limitations:

35 (1) \$285,000 of the general fund appropriation for fiscal year 1998
36 and \$428,000 of the general fund appropriation for fiscal year 1999
37 shall be placed in reserve. The office of financial management shall

1 approve the allotment of amounts under this subsection upon
2 notification by the higher education coordinating board. These amounts
3 are provided for the preparation of plans and for the achievement of
4 measurable and specific improvements towards performance and
5 accountability goals as outlined in section 601(3) of this act.

6 (2) \$186,000 of the general fund appropriation for fiscal year 1998
7 and \$186,000 of the general fund appropriation for fiscal year 1999 are
8 provided solely for assessment of student outcomes.

9 (3) \$93,000 of the general fund appropriation for fiscal year 1998
10 and \$93,000 of the general fund appropriation for fiscal year 1999 are
11 provided solely to recruit and retain minority students and faculty.

12 (4) \$53,000 of the general fund--state appropriation for fiscal
13 year 1998 and \$54,000 of the general fund--state appropriation for
14 fiscal year 1999 are provided solely for competitively offered faculty
15 recruitment and retention salary adjustments. The university shall
16 provide a report in their 1999-01 biennial operating budget request
17 submittal on the effective expenditure of funds for the purposes of
18 this subsection.

19 (5) \$3,188,000 of the general fund appropriation for fiscal year
20 1998 and \$3,188,000 of the general fund appropriation for fiscal year
21 1999 shall be placed in reserve pending attainment of budgeted
22 enrollments of 6,942 FTEs. The office of financial management shall
23 approve the allotment of funds under this subsection at the annual rate
24 of \$4,000 for annual student FTEs in excess of 6,942 based on tenth day
25 quarterly enrollment and the office of financial management's quarterly
26 budget driver report. In addition, allotments of reserve funds in this
27 section shall be approved by the office of financial management upon
28 approval by the higher education coordinating board for (a) actions
29 that will result in additional enrollment growth, and (b) contractual
30 obligations in fiscal year 1998 to the extent such funds are required.

31 NEW SECTION. **Sec. 607. FOR CENTRAL WASHINGTON UNIVERSITY**

32	General Fund Appropriation (FY 1998)	. . . . .	\$	37,214,000
33	General Fund Appropriation (FY 1999)	. . . . .	\$	38,616,000
34	TOTAL APPROPRIATION	. . . . .	\$	75,830,000

35 The appropriations in this section are subject to the following
36 conditions and limitations:

1 (1) \$269,000 of the general fund appropriation for fiscal year 1998
2 and \$403,000 of the general fund appropriation for fiscal year 1999
3 shall be placed in reserve. The office of financial management shall
4 approve the allotment of amounts under this subsection upon
5 notification by the higher education coordinating board. These amounts
6 are provided for the preparation of plans and for the achievement of
7 measurable and specific improvements towards performance and
8 accountability goals as outlined in section 601(3) of this act.

9 (2) \$186,000 of the general fund appropriation for fiscal year 1998
10 and \$186,000 of the general fund appropriation for fiscal year 1999 are
11 provided solely for assessment of student outcomes.

12 (3) \$70,000 of the general fund appropriation for fiscal year 1998
13 and \$70,000 of the general fund appropriation for fiscal year 1999 are
14 provided solely to recruit and retain minority students and faculty.

15 (4) \$51,000 of the general fund appropriation for fiscal year 1998
16 and \$51,000 of the general fund appropriation for fiscal year 1999 are
17 provided solely for competitively offered faculty recruitment and
18 retention salary adjustments. The college shall provide a report in
19 their 1999-01 biennial operating budget request submittal on the
20 effective expenditure of funds for the purposes of this subsection.

21 NEW SECTION. **Sec. 608. FOR THE EVERGREEN STATE COLLEGE**

22	General Fund Appropriation (FY 1998)	. . . . .	\$	20,151,000
23	General Fund Appropriation (FY 1999)	. . . . .	\$	20,518,000
24	TOTAL APPROPRIATION	. . . . .	\$	40,669,000

25 The appropriations in this section is subject to the following
26 conditions and limitations:

27 (1) \$144,000 of the general fund appropriation for fiscal year 1998
28 and \$217,000 of the general fund appropriation for fiscal year 1999
29 shall be placed in reserve. The office of financial management shall
30 approve the allotment of amounts under this subsection upon
31 notification by the higher education coordinating board. These amounts
32 are provided for the preparation of plans and for the achievement of
33 measurable and specific improvements towards performance and
34 accountability goals as outlined in section 601(3) of this act.

35 (2) \$186,000 of the general fund appropriation for fiscal year 1998
36 and \$186,000 of the general fund appropriation for fiscal year 1999 are
37 provided solely for assessment of student outcomes.

1 (3) \$47,000 of the general fund appropriation for fiscal year 1998
2 and \$47,000 of the general fund appropriation for fiscal year 1999 are
3 provided solely to recruit and retain minority students and faculty.

4 (4) \$29,000 of the general fund appropriation for fiscal year 1998
5 and \$29,000 of the general fund appropriation for fiscal year 1999 are
6 provided solely for competitively offered faculty recruitment and
7 retention salary adjustments. The college shall provide a report in
8 their 1999-01 biennial operating budget request submittal on the
9 effective expenditure of funds for the purposes of this subsection.

10 NEW SECTION. **Sec. 609. FOR WESTERN WASHINGTON UNIVERSITY**

11	General Fund Appropriation (FY 1998)	. . . . .	\$	47,822,000
12	General Fund Appropriation (FY 1999)	. . . . .	\$	48,855,000
13	TOTAL APPROPRIATION	. . . . .	\$	96,677,000

14 The appropriations in this section are subject to the following
15 conditions and limitations:

16 (1) \$342,000 of the general fund appropriation for fiscal year 1998
17 and \$514,000 of the general fund appropriation for fiscal year 1999
18 shall be placed in reserve. The office of financial management shall
19 approve the allotment of amounts under this subsection upon
20 notification by the higher education coordinating board. These amounts
21 are provided for the preparation of plans and for the achievement of
22 measurable and specific improvements towards performance and
23 accountability goals as outlined in section 601(3) of this act.

24 (2) \$186,000 of the general fund appropriation for fiscal year 1998
25 and \$186,000 of the general fund appropriation for fiscal year 1999 are
26 provided solely for assessment of student outcomes.

27 (3) \$93,000 of the general fund appropriation for fiscal year 1998
28 and \$93,000 of the general fund appropriation for fiscal year 1999 are
29 provided solely to recruit and retain minority students and faculty.

30 (4) \$66,000 of the general fund appropriation for fiscal year 1998
31 and \$67,000 of the general fund appropriation for fiscal year 1999 are
32 provided solely for competitively offered faculty recruitment and
33 retention salary adjustments. The university shall provide a report
34 in their 1999-01 biennial operating budget request submittal on the
35 effective expenditure of funds for the purposes of this subsection.

1 **Sec. 610.** 1997 c 149 s 610 (uncodified) is amended to read as
2 follows:

3 **FOR THE HIGHER EDUCATION COORDINATING BOARD--POLICY COORDINATION AND**
4 **ADMINISTRATION**

5	General Fund--State Appropriation (FY 1998)	\$	2,734,000
6	General Fund--State Appropriation (FY 1999)	\$	2,615,000
7	General Fund--Federal Appropriation	\$	693,000
8	TOTAL APPROPRIATION	\$	6,042,000

9 The appropriations in this section are provided to carry out the
10 accountability, performance measurement, policy coordination, planning,
11 studies and administrative functions of the board and are subject to
12 the following conditions and limitations:

13 (1) The board shall set performance targets, review, recommend
14 changes if necessary, and approve plans defined in section 601(3)(a) of
15 this act for achieving measurable and specific improvements in academic
16 years 1997-98 and 1998-99. By October 1, 1997, the board shall notify
17 the office of financial management to allot institutions' fiscal year
18 1998 performance funds held in reserve, based upon the adequacy of
19 plans prepared by the institutions.

20 (2) The board shall develop criteria to assess institutions'
21 performance and shall use those criteria in determining the allotment
22 of performance and accountability funds. The board shall evaluate each
23 institution's achievement of performance targets for the 1997-98
24 academic year and, by August 1, 1998, the board shall notify the office
25 of financial management to allot institutions' fiscal year 1999
26 performance funds held in reserve, based upon each institution's
27 performance, except for performance funds held for achievement of the
28 student retention measure. For the student retention measure, the
29 board shall notify the office of financial management by November 1,
30 1998, to allot institutions' fiscal year 1999 performance funds held in
31 reserve, based upon each institution's performance.

32 (3) By January, 1999, the board shall recommend to the office of
33 financial management and appropriate legislative committees any
34 recommended additions, deletions, or revisions to the performance and
35 accountability measures in sections 601(3) of this act as part of the
36 next master plan for higher education. The recommendations shall be
37 developed in consultation with the institutions of higher education and
38 may include additional performance indicators to measure successful

1 student learning and other student outcomes for possible inclusion in
2 the 1999-01 operating budget.

3 (4) \$280,000 of the general fund--state appropriation for fiscal
4 year 1998 and \$280,000 of the general fund--state appropriation for
5 fiscal year 1999 are provided solely for enrollment to implement RCW
6 28B.80.570 through 28B.80.585 (rural natural resources impact areas).
7 The number of students served shall be 50 full-time equivalent students
8 per fiscal year. The board shall ensure that enrollments reported
9 under this subsection meet the criteria outlined in RCW 28B.80.570
10 through 28B.80.585.

11 (5) \$70,000 of the general fund--state appropriation for fiscal
12 year 1998 and \$70,000 of the general fund--state appropriation for
13 fiscal year 1999 are provided to develop a competency based admissions
14 system for higher education institutions. The board shall complete the
15 competency based admissions system and issue a report outlining the
16 competency based admissions system by January 1999.

17 (6) \$500,000 of the general fund--state appropriation for fiscal
18 year 1998 and \$500,000 of the general fund--state appropriation for
19 fiscal year 1999 are provided solely for activities related to higher
20 education facilities planning, project monitoring, and access issues
21 related to capital facilities. Of this amount, \$50,000 is provided for
22 a study of higher education needs of Okanogan county and surrounding
23 communities with consideration given to alternative approaches to
24 educational service delivery, facility expansion, relocation or
25 partnership, and long-term growth and future educational demands of the
26 region.

27 (7) \$150,000 of the general fund--state appropriation for fiscal
28 year 1998 is provided solely as one-time funding for computer upgrades.

29 ***NEW SECTION. Sec. 611. FOR THE HIGHER EDUCATION COORDINATING**
30 **BOARD--FINANCIAL AID AND GRANT PROGRAMS**

31	General Fund--State Appropriation (FY 1998)	\$	89,369,000
32	General Fund--State Appropriation (FY 1999)	\$	96,209,000
33	General Fund--Federal Appropriation	\$	8,255,000
34	TOTAL APPROPRIATION	\$	193,833,000

35 The appropriations in this section are subject to the following
36 conditions and limitations:

1 (1) \$527,000 of the general fund--state appropriation for fiscal
2 year 1998 and \$526,000 of the general fund--state appropriation for
3 fiscal year 1999 are provided solely for the displaced homemakers
4 program.

5 (2) \$216,000 of the general fund--state appropriation for fiscal
6 year 1998 and \$220,000 of the general fund--state appropriation for
7 fiscal year 1999 are provided solely for the western interstate
8 commission for higher education.

9 (3) \$118,000 of the general fund--state appropriation for fiscal
10 year 1998 and \$118,000 of the general fund--state appropriation for
11 fiscal year 1999 are provided solely for the health personnel resources
12 plan.

13 (4) \$1,000,000 of the general fund--state appropriation for fiscal
14 year 1998 and \$1,000,000 of the general fund--state appropriation for
15 fiscal year 1999 are provided solely for the scholarships and loans
16 program under chapter 28B.115 RCW, the health professional conditional
17 scholarship program. This amount shall be deposited to the health
18 professional loan repayment and scholarship trust fund to carry out the
19 purposes of the program.

20 (5) \$86,783,000 of the general fund--state appropriation for fiscal
21 year 1998 and \$93,728,000 of the general fund--state appropriation for
22 fiscal year 1999 are provided solely for student financial aid,
23 including all administrative costs. The amounts in (a), (b), and (c)
24 of this subsection are sufficient to implement Second Substitute House
25 Bill No. 1851 (higher education financial aid). Of these amounts:

26 (a) \$67,266,000 of the general fund--state appropriation for fiscal
27 year 1998 and \$73,968,000 of the general fund--state appropriation for
28 fiscal year 1999 are provided solely for the state need grant program.

29 *(i) Unless an alternative method for distribution of the state need*
30 *grant is enacted which distributes grants based on tuition costs, for*
31 *the purposes of determination of eligibility for state need grants for*
32 *the 1998-99 academic year, the higher education coordinating board*
33 *shall establish family income equivalencies for independent students*
34 *having financial responsibility for children and independent students*
35 *with no financial responsibility for children, respectively, based on*
36 *the United States bureau of labor statistics' low budget standard for*
37 *persons in the 20-35 year age group, in accordance with the*
38 *recommendations of the 1996 student financial aid policy advisory*
39 *committee.*

1 (ii) After April 1 of each fiscal year, up to one percent of the
2 annual appropriation for the state need grant program may be
3 transferred to the state work study program.

4 (b) \$15,350,000 of the general fund--state appropriation for fiscal
5 year 1998 and \$15,350,000 of the general fund--state appropriation for
6 fiscal year 1999 are provided solely for the state work study program.
7 After April 1 of each fiscal year, up to one percent of the annual
8 appropriation for the state work study program may be transferred to
9 the state need grant program;

10 (c) \$2,420,000 of the general fund--state appropriation for fiscal
11 year 1998 and \$2,420,000 of the general fund--state appropriation for
12 fiscal year 1999 are provided solely for educational opportunity
13 grants. For the purpose of establishing eligibility for the equal
14 opportunity grant program for placebound students under RCW
15 28B.101.020, Thurston county lies within the branch campus service area
16 of the Tacoma branch campus of the University of Washington;

17 (d) A maximum of 2.1 percent of the general fund--state
18 appropriation for fiscal year 1998 and 2.1 percent of the general
19 fund--state appropriation for fiscal year 1999 may be expended for
20 financial aid administration, excluding the four percent state work
21 study program administrative allowance provision;

22 (e) \$230,000 of the general fund--state appropriation for fiscal
23 year 1998 and \$201,000 of the general fund--state appropriation for
24 fiscal year 1999 are provided solely for the educator's excellence
25 awards. Any educator's excellence moneys not awarded by April 1st of
26 each year may be transferred by the board to either the Washington
27 scholars program or, in consultation with the workforce training and
28 education coordinating board, to the Washington award for vocational
29 excellence;

30 (f) \$1,011,000 of the general fund--state appropriation for fiscal
31 year 1998 and \$1,265,000 of the general fund--state appropriation for
32 fiscal year 1999 are provided solely to implement the Washington
33 scholars program. Any Washington scholars program moneys not awarded
34 by April 1st of each year may be transferred by the board to either the
35 educator's excellence awards or, in consultation with the workforce
36 training and education coordinating board, to the Washington award for
37 vocational excellence;

38 (g) \$456,000 of the general fund--state appropriation for fiscal
39 year 1998 and \$474,000 of the general fund--state appropriation for

1 fiscal year 1999 are provided solely to implement Washington award for
2 vocational excellence program. Any Washington award for vocational
3 program moneys not awarded by April 1st of each year may be transferred
4 by the board to either the educator's excellence awards or the
5 Washington scholars program;

6 (h) \$51,000 of the general fund--state appropriation for fiscal
7 year 1998 and \$51,000 of the general fund--state appropriation for
8 fiscal year 1999 are provided solely for community scholarship matching
9 grants of \$2,000 each. To be eligible for the matching grant, a
10 nonprofit community organization organized under section 501(c)(3) of
11 the internal revenue code must demonstrate that it has raised \$2,000 in
12 new moneys for college scholarships after the effective date of this
13 act. No organization may receive more than one \$2,000 matching grant;
14 and

15 (6) \$175,000 of the general fund--state appropriation for fiscal
16 year 1998 and \$175,000 of the general fund--state appropriation for
17 fiscal year 1999 are provided solely to implement Engrossed Second
18 Substitute House Bill No. 1372 or Second Substitute Senate Bill No.
19 5106 (Washington advanced college tuition payment program). If neither
20 Engrossed Second Substitute House Bill No. 1372 nor Second Substitute
21 Senate Bill No. 5106 is enacted by June 30, 1997, the amounts provided
22 in this subsection shall lapse.

23 (7) \$187,000 of the general fund--state appropriation for fiscal
24 year 1998 and \$188,000 of the general fund--state appropriation for
25 fiscal year 1999 are provided solely for a demonstration project in the
26 1997-99 biennium to provide undergraduate fellowships based upon the
27 graduate fellowship program.

28 (8) Funding is provided in this section for the development of
29 three models for tuition charges for distance learning programs.
30 Institutions involved in distance education or extended learning shall
31 provide information to the board on the usage, cost, and revenue
32 generated by such programs.

33 ***Sec. 611 was partially vetoed. See message at end of chapter.**

34 (End of part)

PART VII
SPECIAL APPROPRIATIONS

Sec. 701. 1997 c 149 s 709 (uncodified) is amended to read as follows:

FOR THE OFFICE OF FINANCIAL MANAGEMENT--EMERGENCY FUND

General Fund Appropriation (FY 1998)	\$ ((500,000))
	<u>850,000</u>
General Fund Appropriation (FY 1999)	\$ ((500,000))
	<u>850,000</u>
TOTAL APPROPRIATION	\$ ((1,000,000))
	<u>1,700,000</u>

The appropriation in this section is for the governor's emergency fund for the critically necessary work of any agency.

***NEW SECTION. Sec. 702. YEAR 2000 ALLOCATIONS. 1997 c 149 s 710 (uncodified) is repealed.**

*Sec. 702 was vetoed. See message at end of chapter.

NEW SECTION. Sec. 703. SALARY COST OF LIVING ADJUSTMENT

General Fund--State Appropriation (FY 1998)	\$ 31,031,000
General Fund--State Appropriation (FY 1999)	\$ 31,421,000
General Fund--Federal Appropriation	\$ 17,578,000
Salary and Insurance Increase Revolving Account	
Appropriation	\$ 48,678,000
TOTAL APPROPRIATION	\$ 128,708,000

The appropriations in this section shall be expended solely for the purposes designated in this section and are subject to the conditions and limitations in this section:

(1) In addition to the purposes set forth in subsections (2) and (3) of this section, appropriations in this section are provided solely for a 3.0 percent salary increase effective July 1, 1997, for all classified employees, including those employees in the Washington management service, and exempt employees under the jurisdiction of the personnel resources board.

1 (2) The appropriations in this section are sufficient to fund a 3.0
2 percent salary increase effective July 1, 1997, for general government,
3 legislative, and judicial employees exempt from merit system rules
4 whose salaries are not set by the commission on salaries for elected
5 officials.

6 (3) The salary and insurance increase revolving account
7 appropriation in this section includes funds sufficient to fund a 3.0
8 percent salary increase effective July 1, 1997, for ferry workers
9 consistent with the 1997-99 transportation appropriations act.

10 (4) No salary increase may be paid under this section to any person
11 whose salary has been Y-rated pursuant to rules adopted by the
12 personnel resources board.

13 NEW SECTION. **Sec. 704. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
14 **COMPENSATION ACTIONS OF PERSONNEL RESOURCES BOARD**

15	General Fund Appropriation (FY 1998)	. . . . .	\$	5,289,000
16	General Fund Appropriation (FY 1999)	. . . . .	\$	10,642,000
17	Salary and Insurance Increase Revolving			
18	Account Appropriation	. . . . .	\$	8,862,000
19	TOTAL APPROPRIATION	. . . . .	\$	24,793,000

20 The appropriations in this section shall be expended solely for the
21 purposes designated in this section and are subject to the conditions
22 and limitations in this section.

23 (1) Funding is provided to fully implement the recommendations of
24 the Washington personnel resources board consistent with the provisions
25 of chapter 319, Laws of 1996.

26 (2) Implementation of the salary adjustments for the various
27 clerical classes, physicians, dental classifications, pharmacists,
28 maintenance custodians, medical records technicians, fish/wildlife
29 biologists, fish/wildlife enforcement, habitat technicians, and fiscal
30 technician classifications will be effective July 1, 1997.
31 Implementation of the salary adjustments for safety classifications,
32 park rangers, park aides, correctional officers/sergeants, community
33 corrections specialists, tax information specialists, industrial
34 relations specialists, electrical classifications at the department of
35 labor and industries, fingerprint technicians, some labor relations
36 classifications, health benefits specialists, foresters/land managers,
37 and liquor enforcement officers will be effective July 1, 1998.

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 801. 1997 c 149 s 801 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

General Fund Appropriation for fire insurance		
premiums distribution	\$	6,617,250
General Fund Appropriation for public utility		
district excise tax distribution	\$	35,183,803
General Fund Appropriation for prosecuting attorneys		
salaries	\$	2,960,000
General Fund Appropriation for motor vehicle excise		
tax distribution	\$	84,721,573
General Fund Appropriation for local mass transit		
assistance	\$	383,208,166
General Fund Appropriation for camper and travel		
trailer excise tax distribution	\$	3,904,937
General Fund Appropriation for boating		
safety/education and law enforcement		
distribution	\$	3,616,000
Aquatic Lands Enhancement Account Appropriation		
for harbor improvement revenue distribution	\$	142,000
Liquor Excise Tax Account Appropriation for liquor		
excise tax distribution	\$	22,287,746
Liquor Revolving Fund Appropriation for liquor		
profits distribution	\$	36,989,000
Timber Tax Distribution Account Appropriation		
for distribution to "Timber" counties	\$	107,146,000
Municipal Sales and Use Tax Equalization Account		
Appropriation	\$	66,860,014
County Sales and Use Tax Equalization Account		
Appropriation	\$	11,843,224
Death Investigations Account Appropriation for		
distribution to counties for publicly funded		
autopsies	\$	1,266,000
County Criminal Justice Account Appropriation	\$	((80,552,471))

1		80,634,471
2	Municipal Criminal Justice Account Appropriation . . . \$	32,042,450
3	County Public Health Account Appropriation \$	43,773,588
4	TOTAL APPROPRIATION \$	((923,114,222))
5		<u>923,196,222</u>

6 The total expenditures from the state treasury under the
7 appropriations in this section shall not exceed the funds available
8 under statutory distributions for the stated purposes.

9 **Sec. 802.** 1997 c 149 s 803 (uncodified) is amended to read as
10 follows:

11 **FOR THE STATE TREASURER--TRANSFERS**

12	General Fund: For transfer to the Water Quality	
13	Account	\$ 26,607,000
14	General Fund: For transfer to the Flood Control	
15	Assistance Account	\$ 4,000,000
16	State Convention and Trade Center Account: For	
17	transfer to the State Convention and Trade	
18	Center Operations Account	\$ 3,877,000
19	Water Quality Account: For transfer to the Water	
20	Pollution Control Account. Transfers shall be	
21	made at intervals coinciding with deposits of	
22	federal capitalization grant money into the	
23	account. The amounts transferred shall not	
24	exceed the match required for each federal	
25	deposit	\$ 21,688,000
26	State Treasurer's Service Account: For transfer to	
27	the general fund on or before June 30, 1999 an	
28	amount up to \$3,600,000 in excess of the cash	
29	requirements of the State Treasurer's Service	
30	Account	\$ 3,600,000
31	((Health Services Account: For transfer to the	
32	County Public Health Account	\$ 2,250,000))
33	Public Works Assistance Account: For transfer to	
34	the Drinking Water Assistance Account	\$ 9,949,000
35	<u>County Sales and Use Tax Equalization Account:</u>	
36	<u>For transfer to the County Public Health</u>	

PART X
GENERAL GOVERNMENT

Sec. 1001. 1996 c 283 s 106 (uncodified) is amended to read as follows:

FOR THE LAW LIBRARY

General Fund Appropriation (FY 1996)	\$	1,607,000
General Fund Appropriation (FY 1997)	\$	((1,597,000))
		<u>1,608,000</u>
TOTAL APPROPRIATION	\$	((3,204,000))
		<u>3,215,000</u>

Sec. 1002. 1996 c 283 s 109 (uncodified) is amended to read as follows:

FOR THE ADMINISTRATOR FOR THE COURTS

General Fund Appropriation (FY 1996)	\$	11,658,000
General Fund Appropriation (FY 1997)	\$	11,832,000
Public Safety and Education Account-- <u>State</u>		
Appropriation	\$	36,605,000
Public Safety and Education Account-- <u>Private/Local</u>		
<u>Appropriation</u>	\$	<u>4,000</u>
Violence Reduction and Drug Enforcement Account		
Appropriation	\$	35,000
Judicial Information Systems Account		
Appropriation	\$	13,074,000
TOTAL APPROPRIATION	\$	((73,204,000))
		<u>73,208,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) Funding provided in the judicial information systems account shall be used to fund computer systems for the supreme court, the court of appeals, and the office of the administrator for the courts. Expanding services to the courts, technology improvements, and criminal justice proposals shall receive priority consideration for the use of these funds.

1 (2) \$63,000 of the general fund appropriation is provided solely to
2 implement Second Substitute Senate Bill No. 5235 (judgeship for Clark
3 county). If the bill is not enacted by June 30, 1995, the amount
4 provided in this subsection shall lapse.

5 (3) \$6,510,000 of the public safety and education account
6 appropriation is provided solely for the continuation of treatment
7 alternatives to street crimes (TASC) programs in Pierce, Snohomish,
8 Clark, King, Spokane, and Yakima counties.

9 ~~((4))~~ ~~(\$9,326,000 of the public safety and education account is~~
10 ~~provided solely for the indigent appeals program.~~

11 ~~(5))~~ \$26,000 of the public safety and education account and
12 \$1,385,000 of the judicial information systems account are to implement
13 Engrossed Substitute Senate Bill No. 5219 (domestic violence). If the
14 bill is not enacted by June 30, 1995, the amounts provided in this
15 subsection shall lapse.

16 ~~((6))~~ (5) \$138,000 of the public safety and education account is
17 provided solely for Thurston county impact costs.

18 ~~((7))~~ (6) \$223,000 of the public safety and education account is
19 provided solely for the gender and justice commission.

20 ~~((8))~~ (7) \$308,000 of the public safety and education account
21 appropriation is provided solely for the minority and justice
22 commission.

23 ~~((9))~~ (8) No moneys appropriated in this section may be expended
24 by the administrator for the courts for payments in excess of fifty
25 percent of the employer contribution on behalf of superior court judges
26 for insurance and health care plans and federal social security and
27 medicare and medical aid benefits. Consistent with Article IV, section
28 13 of the state Constitution and 1996 Attorney General's Opinion No. 2,
29 it is the intent of the legislature that the cost of these employer
30 contributions shall be shared equally between the state and the county
31 or counties in which the judges serve. The administrator for the
32 courts shall establish procedures for the collection and disbursement
33 of these employer contributions.

34 ~~((11))~~ (9) \$35,000 of the violence reduction and drug enforcement
35 account appropriation is provided solely to contract with the
36 Washington state institute for public policy to collect data and
37 information from jurisdictions within the state of Washington and
38 outside the state of Washington, including other nations, that have
39 experience with developing protocols and training standards for

1 investigating child sexual abuse. The Washington state institute for
2 public policy shall report to the legislature on the results of this
3 study no later than December 1, 1996.

4 **Sec. 1003.** 1995 2nd sp.s. c 18 s 116 (uncodified) is amended to
5 read as follows:

6 **FOR THE LIEUTENANT GOVERNOR**

7	General Fund Appropriation (FY 1996)	. . . . .	\$	242,000
8	General Fund Appropriation (FY 1997)	. . . . .	\$	((243,000))
9				<u>276,000</u>
10	TOTAL APPROPRIATION	. . . . .	\$	((485,000))
11				<u>518,000</u>

12 **Sec. 1004.** 1996 c 283 s 113 (uncodified) is amended to read as
13 follows:

14 **FOR THE PUBLIC DISCLOSURE COMMISSION**

15	General Fund Appropriation (FY 1996)	. . . . .	\$	1,125,000
16	General Fund Appropriation (FY 1997)	. . . . .	\$	((1,051,000))
17				<u>1,183,000</u>
18	Industrial Insurance Premium Refund Account			
19	Appropriation	. . . . .	\$	725
20	TOTAL APPROPRIATION	. . . . .	\$	((2,176,725))
21				<u>2,308,725</u>

22 **Sec. 1005.** 1996 c 283 s 114 (uncodified) is amended to read as
23 follows:

24 **FOR THE SECRETARY OF STATE**

25	General Fund Appropriation (FY 1996)	. . . . .	\$	10,857,000
26	General Fund Appropriation (FY 1997)	. . . . .	\$	((5,992,000))
27				<u>6,182,000</u>
28	Archives and Records Management Account			
29	Appropriation	. . . . .	\$	5,215,000
30	Department of Personnel Service Account			
31	Appropriation	. . . . .	\$	647,000
32	TOTAL APPROPRIATION	. . . . .	\$	((22,711,000))
33				<u>22,901,000</u>

34 The appropriations in this section are subject to the following
35 conditions and limitations:

1 (1) \$5,559,975 of the general fund appropriation is provided solely
2 to reimburse counties for the state's share of primary and general
3 election costs and the costs of conducting mandatory recounts on state
4 measures.

5 (2) \$((5,233,762)) 5,403,762 of the general fund appropriation is
6 provided solely for the verification of initiative and referendum
7 petitions, maintenance of related voter registration records, legal
8 advertising of state measures, and the publication and distribution of
9 the voters and candidates pamphlet.

10 (3) \$140,000 of the general fund appropriation is provided solely
11 for the state's participation in the United States census block
12 boundary suggestion program.

13 (4) \$1,440,000 of the archives and records management account
14 appropriation is provided solely for records services to local
15 governments under Senate Bill No. 6718 and shall be paid solely out of
16 revenue collected under that bill. If the bill is not enacted by June
17 30, 1996, the amount provided in this subsection shall lapse.

18 (5) \$10,000 of the archives and records management account
19 appropriation is provided solely for the purposes of Substitute House
20 Bill No. 1497 (preservation of electronic public records).

21 (6) \$20,000 of the general fund appropriation for fiscal year 1997
22 is provided solely for the state's participation in the United States
23 census block boundary suggestion program to update precinct and other
24 geographical data to facilitate the 2000 census and redistricting
25 process.

26 **Sec. 1006.** 1996 c 283 s 116 (uncodified) is amended to read as
27 follows:

28 **FOR THE STATE AUDITOR**

29	General Fund Appropriation (FY 1996)	. . . . . \$	78,000
30	General Fund Appropriation (FY 1997)	. . . . . \$	430,000
31	Auditing Services Revolving Account		
32	Appropriation	. . . . . \$	((11,814,000))
33			<u>11,965,000</u>
34	TOTAL APPROPRIATION	. . . . . \$	((12,322,000))
35			<u>12,473,000</u>

36 The appropriations in this section are subject to the following
37 conditions and limitations:

1 (1) Audits of school districts by the division of municipal
2 corporations shall include findings regarding the accuracy of: (a)
3 Student enrollment data; and (b) the experience and education of the
4 district's certified instructional staff, as reported to the
5 superintendent of public instruction for allocation of state funding.

6 (2) The state auditor, in consultation with the legislative budget
7 committee, shall conduct a performance audit of the state investment
8 board. In conducting the audit, the state auditor shall: (a)
9 Establish and publish a schedule of the performance audit and shall
10 solicit public comments relative to the operations of the state
11 investment board at least three months prior to conducting the
12 scheduled performance audit; (b) under the provisions of chapter 39.29
13 RCW, obtain and utilize a private firm to conduct the audit. The firm
14 selected shall utilize professional staff possessing the education,
15 training, and practical experience in auditing private and governmental
16 entities responsible for the investment of funds necessary to capably
17 conduct the audit required by this subsection. The firm selected for
18 the audit shall determine the extent to which the state investment
19 board is operating consistently with the performance audit measures
20 developed by the state auditor, acting together with the board, the
21 legislative budget committee, the office of financial management, the
22 state treasurer, and other state agencies, as appropriate. The audit
23 measures shall incorporate appropriate institutional investment
24 industry criteria for measuring management practices and operations.
25 The firm shall recommend in its report any actions deemed appropriate
26 that the board can take to operate more consistently with such
27 measures. The cost of the performance audit conducted shall be paid by
28 the board from nonappropriated investment earnings.

29 (3) \$486,000 of the general fund appropriation is provided solely
30 for staff and related costs to audit special education programs that
31 exhibit unusual rates of growth, extraordinarily high costs, or other
32 characteristics requiring attention of the state safety net committee.
33 The auditor shall consult with the superintendent of public instruction
34 regarding training and other staffing assistance needed to provide
35 expertise to the audit staff.

36 **Sec. 1007.** 1996 c 283 s 121 (uncodified) is amended to read as
37 follows:

38 **FOR THE DEPARTMENT OF COMMUNITY, TRADE, AND ECONOMIC DEVELOPMENT**

1	General Fund--State Appropriation (FY 1996)	\$	49,164,000
2	General Fund--State Appropriation (FY 1997)	\$	((55,149,000))
3			<u>55,441,000</u>
4	General Fund--Federal Appropriation	\$	149,005,000
5	General Fund--Private/Local Appropriation	\$	((4,290,000))
6			<u>4,499,000</u>
7	Public Safety and Education Account		
8	Appropriation	\$	8,764,000
9	Waste Reduction, Recycling, and Litter Control		
10	Account Appropriation	\$	2,206,000
11	Washington Marketplace Program Account		
12	Appropriation	\$	150,000
13	Public Works Assistance Account		
14	Appropriation	\$	1,166,000
15	Building Code Council Account		
16	Appropriation	\$	1,289,000
17	Administrative Contingency Account		
18	Appropriation	\$	1,776,000
19	Low-Income Weatherization Assistance Account		
20	Appropriation	\$	923,000
21	Violence Reduction and Drug Enforcement Account		
22	Appropriation	\$	6,027,000
23	Manufactured Home Installation Training Account		
24	Appropriation	\$	250,000
25	Washington Housing Trust Account		
26	Appropriation	\$	7,986,000
27	Public Facility Construction Revolving Account		
28	Appropriation	\$	238,000
29	Solid Waste Management Account Appropriation	\$	700,000
30	Vehicle Tire Recycling Account Appropriation	\$	499,000
31	Growth Management Planning and Environmental		
32	Review Fund Appropriation	\$	3,000,000
33	TOTAL APPROPRIATION	\$	((293,582,000))
34			<u>293,083,000</u>

35 The appropriations in this section are subject to the following
36 conditions and limitations:

37 (1) \$6,065,000 of the general fund--state appropriation is provided
38 solely for a contract with the Washington technology center. For work

1 essential to the mission of the Washington technology center and
2 conducted in partnership with universities, the center shall not pay
3 any increased indirect rate nor increases in other indirect charges
4 above the absolute amount paid during the 1993-95 biennium.

5 (2) \$538,000 of the general fund--state appropriation is provided
6 solely to implement Substitute House Bill No. 1724 (growth management).

7 (3) \$1,000,000 of the general fund--state appropriation is provided
8 to offset reductions in federal community services block grant funding
9 for community action agencies. The department shall set aside
10 \$3,800,000 of federal community development block grant funds for
11 distribution to local governments to allocate to community action
12 agencies state-wide.

13 (4) \$8,915,000 of the general fund--federal appropriation is
14 provided solely for the drug control and system improvement formula
15 grant program, to be distributed in state fiscal year 1996 as follows:

16 (a) \$3,603,250 to local units of government to continue
17 multijurisdictional drug task forces;

18 (b) \$934,000 to the Washington state patrol for coordination,
19 technical assistance, and investigative and supervisory staff support
20 for multijurisdictional narcotics task forces;

21 (c) \$456,000 to the department to continue the state-wide drug
22 prosecution assistance program;

23 (d) \$93,000 to the department to continue a substance-abuse
24 treatment in jails program, to test the effect of treatment on future
25 criminal behavior;

26 (e) \$744,000 to the department to continue the youth violence
27 prevention and intervention projects;

28 (f) \$240,000 to the department for grants to support tribal law
29 enforcement needs;

30 (g) \$495,000 is provided to the Washington state patrol for a
31 state-wide integrated narcotics system;

32 (h) \$538,000 to the department for grant administration and program
33 evaluation, monitoring, and reporting, pursuant to federal
34 requirements;

35 (i) \$51,000 to the Washington state patrol for data collection;

36 (j) \$445,750 to the office of financial management for the criminal
37 history records improvement program;

38 (k) \$42,000 to the department to support local services to victims
39 of domestic violence;

1 (l) \$300,000 to the department of community, trade, and economic
2 development for domestic violence legal advocacy;

3 (m) \$300,000 to the department of community, trade, and economic
4 development for grants to provide a defender training program; and

5 (n) \$673,000 to the department of corrections for the expansion of
6 correctional industries projects that place inmates in a realistic
7 working and training environment.

8 (5) \$8,699,000 of the general fund--federal appropriation is
9 provided solely for the drug control and system improvement formula
10 grant program, to be distributed in state fiscal year 1997 as follows:

11 (a) \$3,600,000 to local units of government to continue
12 multijurisdictional narcotics task forces;

13 (b) \$934,000 to the Washington state patrol for coordination,
14 technical assistance, and investigative and supervisory support staff
15 for multijurisdictional narcotics task forces;

16 (c) \$500,000 to the department to continue the state-wide drug
17 prosecution assistance program in support of multijurisdictional
18 narcotics task forces;

19 (d) \$450,000 to drug courts in eastern and western Washington;

20 (e) \$744,000 to the department to continue the youth violence
21 prevention and intervention projects;

22 (f) \$93,000 to the department to continue a substance-abuse
23 treatment in jails program to test the effect of treatment on future
24 criminal behavior;

25 (g) \$42,000 to the department to provide training to local law
26 enforcement officers, prosecutors, and domestic violence experts on
27 domestic violence laws and procedures;

28 (h) \$300,000 to the department to support local services to victims
29 of domestic violence;

30 (i) \$240,000 to the department for grants to support tribal law
31 enforcement needs;

32 (j) \$300,000 to the department for grants to provide juvenile
33 sentencing alternative training programs to defenders;

34 (k) \$560,000 to the department for grant administration,
35 evaluation, monitoring, and reporting on Byrne grant programs, and the
36 governor's council on substance abuse;

37 (l) \$435,000 to the office of financial management for the criminal
38 history records improvement program;

39 (m) \$51,000 to the Washington state patrol for data collection; and

1 (n) \$450,000 to the department of corrections for the expansion of
2 correctional industries projects that place inmates in a realistic
3 working and training environment.

4 If additional funds become available or if any funds remain
5 unexpended for the drug control and system improvement formula grant
6 program under this subsection, up to \$95,000 additional may be used for
7 the operation of the governor's council on substance abuse, including
8 implementation of the recommendations of the legislative budget
9 committee report on drug and alcohol abuse programs.

10 (6) \$3,960,000 of the public safety and education account
11 appropriation is provided solely for the office of crime victims'
12 advocacy.

13 (7) \$216,000 of the general fund--state appropriation is provided
14 solely to implement Engrossed Substitute House Bill No. 1010
15 (regulatory reform). If the bill is not enacted by June 30, 1995, the
16 amount provided in this subsection shall lapse.

17 (8) \$200,000 of the general fund--state appropriation is provided
18 solely as a grant for the community connections program in Walla Walla
19 county.

20 (9) \$30,000 of the Washington housing trust account appropriation
21 is provided solely for the department to conduct an assessment of the
22 per square foot cost associated with constructing or rehabilitating
23 buildings financed by the housing trust fund for low-income housing.
24 The department may contract with specially trained teams to conduct
25 this assessment. The department shall report to the legislature by
26 December 31, 1995. The report shall include:

27 (a) The per square foot cost of each type of housing unit financed
28 by the housing trust fund;

29 (b) An assessment of the factors that affect the per square foot
30 cost;

31 (c) Recommendations for reducing the per square foot cost, if
32 possible;

33 (d) Guidelines for housing costs per person assisted; and

34 (e) Other relevant information.

35 (10) \$350,000 of the general fund--state appropriation is provided
36 solely for the retired senior volunteer program.

37 (11) \$300,000 of the general fund--state appropriation is provided
38 solely to implement House Bill No. 1687 (court-appointed special

1 advocates). If the bill is not enacted by June 30, 1995, the amount
2 provided in this subsection shall lapse.

3 (12) \$50,000 of the general fund--state appropriation is provided
4 solely for the purpose of a feasibility study of the infrastructure,
5 logistical, and informational needs for the region involving
6 Washington, Oregon, and British Columbia to host the summer Olympic
7 Games in the year 2004 or 2008. The feasibility study shall be
8 conducted using the services of a nonprofit corporation currently
9 pursuing and having shown progress toward this purpose. The amount
10 provided in this subsection may be expended only to the extent that it
11 is matched on a dollar-for-dollar basis by funds for the same purpose
12 from nonstate sources.

13 (13) \$100,000 of the general fund--state appropriation is provided
14 solely as a grant to a nonprofit organization for costs associated with
15 development of the Columbia Breaks Fire Interpretive Center.

16 (14) \$100,000 of the general fund--state appropriation is provided
17 solely for the Pierce county long-term care ombudsman program.

18 (15) \$60,000 of the general fund--state appropriation is provided
19 solely for the Pacific Northwest economic region.

20 (16) \$500,000 of the general fund--state appropriation is provided
21 solely for distribution to the city of Burien for analysis of the
22 proposed Port of Seattle third runway including preparation of a draft
23 environmental impact statement and other technical studies. The amount
24 provided in this subsection shall not be expended directly or
25 indirectly for litigation, public relations, or any form of consulting
26 services for the purposes of opposing the construction of the proposed
27 third runway.

28 (17) Not more than \$458,000 of the general fund--state
29 appropriation may be expended for the operation of the Pacific
30 northwest export assistance project. The department will continue to
31 implement a plan for assessing fees for services provided by the
32 project. It is the intent of the legislature that the revenues raised
33 to defray the expenditures of this program will be increased to fifty
34 percent of the expenditures in fiscal year 1996 and seventy-five
35 percent of the expenditures in fiscal year 1997. Beginning in fiscal
36 year 1998, the legislature intends that this program will be fully
37 self-supporting.

38 (18) \$4,804,000 of the public safety and education account
39 appropriation is provided solely for contracts with qualified legal aid

1 programs for civil indigent legal representation pursuant to RCW
2 43.08.260. It is the intent of the legislature to ensure that legal
3 aid programs receiving funds appropriated in this act pursuant to RCW
4 43.08.260 comply with all applicable restrictions on use of these
5 funds. To this end, during the 1995-97 fiscal biennium the department
6 shall monitor compliance with the authorizing legislation, shall
7 oversee the implementation of this subsection, and shall report
8 directly to the appropriations committee of the house of
9 representatives and the ways and means committee of the senate.

10 (a) It is the intent of the legislature to improve communications
11 between legal aid programs and persons affected by the activities of
12 legal aid programs. There is established for the 1995-97 fiscal
13 biennium a task force on agricultural interests/legal aid relations.
14 The task force shall promote better understanding and cooperation
15 between agricultural interests and legal aid programs and shall provide
16 a forum for discussion of issues of common concern. The task force
17 shall not involve itself in pending litigation.

18 (i) The task force shall consist of the following sixteen members:
19 Four representatives of agricultural organizations, to be appointed by
20 the legislator members; two individuals who represent the corresponding
21 interests of legal clients, to be appointed by organizations designated
22 by the three legal services programs; two representatives of Evergreen
23 Legal Services, to be appointed by its board of directors; one
24 representative each from Puget Sound Legal Assistance Foundation and
25 Spokane Legal Services Center, each to be appointed by its directors;
26 one member from each of the majority and minority caucuses of the house
27 of representatives, to be appointed by the speaker of the house of
28 representatives; one member from each of the majority and minority
29 caucuses of the senate, to be appointed by the president of the senate;
30 and two members of the supreme court-appointed access to justice board,
31 to be appointed by the board. During fiscal year 1996, the task force
32 shall be chaired by a legislative member, to be selected by the task
33 force members. During fiscal year 1997, the committee shall be chaired
34 by a nonlegislator member, to be selected by the task force members.

35 (ii) All costs associated with the meetings shall be borne by the
36 individual task force members or by the organizations that the
37 individuals represent. No task force member shall be eligible for
38 reimbursement of expenses under RCW 43.03.050 or 43.03.060. Nothing in
39 this subsection prevents the legal aid programs from using funds

1 appropriated in this act to reimburse their representatives or the
2 individuals representing legal clients.

3 (iii) The task force will meet at least four times during the first
4 year of the biennium and as frequently as necessary thereafter at
5 mutually agreed upon times and locations. Any member of the task force
6 may place items on meeting agendas. Members present at the first two
7 task force meetings shall agree upon a format for subsequent meetings.

8 (b) The legislature recognizes that farmworkers have the right to
9 receive basic information and to consult with attorneys at farm labor
10 camps without fear of intimidation or retaliation. It is the intent of
11 the legislature and in the interest of the public to ensure the safety
12 of all persons affected by legal aid programs' farm labor camp outreach
13 activities. Legal aid program employees have the legal right to enter
14 the common areas of a labor camp or to request permission of employees
15 to enter their dwellings. Employees living in grower supplied housing
16 have the right to refuse entry to anyone including attorneys unless
17 they have a warrant. Individual employees living in employer supplied
18 housing do not have the right to force legal aid program employees to
19 leave common areas of housing (outside) as long as one person who
20 resides in the associated dwellings wants that person to be there. Any
21 legal aid program employee wishing to visit employees housed on grower
22 property has the right to enter the driveway commonly used by the
23 housing occupants. This means that if agricultural employees must use
24 a grower's personal driveway to get to their housing, legal aid program
25 employees also may use that driveway to access the housing without a
26 warrant so long as at least some of the housing is occupied. When
27 conducting outreach activities that involve entry onto labor camps,
28 legal aid programs shall establish and abide by policies regarding
29 conduct of outreach activities. The policies shall include a
30 requirement that legal aid program employees identify themselves to
31 persons whom they encounter at farm labor camps. The legal aid
32 programs shall provide copies of their current outreach policies to
33 known agricultural organizations and shall provide copies upon request
34 to any owner of property on which farmworkers are housed. Legal aid
35 program employees involved in outreach activities shall attempt to
36 inform operators of licensed farm labor camps or their agents, and
37 known grower organizations of the approximate time frame for outreach
38 activities and shall cooperate with operators of farm labor camps at
39 which farmworkers are housed in assuring compliance with all pertinent

1 laws and ordinances, including those related to trespass and
2 harassment. Employers who believe that Evergreen Legal Services
3 Outreach Guidelines have been violated shall promptly provide all
4 available information on the alleged violation to the director of
5 Evergreen Legal Services and to the chair of the Task Force on
6 Agricultural Interests/Legal Aid Relations. Evergreen Legal Services
7 will promptly investigate any alleged violations of the outreach
8 guidelines and inform the complaining party of the result. If the
9 resolution of the investigation is not satisfactory to the complainant,
10 the matter shall be placed on the Task Force agenda for discussion at
11 the next scheduled meeting. Employers who believe that Evergreen Legal
12 Services staff members have trespassed should immediately contact local
13 law enforcement authorities.

14 (c) It is the intent of the legislature to provide the greatest
15 amount of legal services to the largest number of clients by
16 discouraging inefficient use of state funding for indigent legal
17 representation. To this end, it is the intent of the legislature that,
18 prior to the commencement of litigation against any private employer
19 relating to the terms and conditions of employment legal aid programs
20 receiving funds appropriated in this act make good faith written demand
21 for the requested relief, a good faith offer of settlement or an offer
22 to submit to nonbinding arbitration prior to filing a lawsuit, unless
23 the making of the offer is, in the opinion of the director of the legal
24 services program or his/her designee, clearly prejudicial to: (i) The
25 health, safety, or security of the client; or (ii) the timely
26 availability of judicial relief. The director of the legal aid program
27 may designate not more than two persons for purposes of making the
28 determination of prejudice permitted by this section.

29 (d)(i) The legislature encourages legal aid programs to devote
30 their state and nonstate funding to the basic, daily legal needs of
31 indigent persons. No funds appropriated under this act may be used for
32 legal representation and activities outside the scope of RCW 43.08.260.

33 (ii) No funds appropriated in this act may be used for lobbying as
34 defined in RCW 43.08.260(3). Legal aid programs receiving funds
35 appropriated in this act shall comply with all restrictions on lobbying
36 contained in Federal Legal Services Corporation Act (P.L. 99-951) and
37 regulations promulgated thereunder.

38 (e) No funds appropriated in this act may be used by legal aid
39 programs for representation of undocumented aliens.

1 (f) The legislature recognizes the duty of legal aid programs to
2 preserve inviolate and prevent the disclosure of, in the absence of
3 knowing and voluntary client consent, client information protected by
4 the United States Constitution, the Washington Constitution, the
5 attorney-client privilege, or any applicable attorney rule of
6 professional conduct. However, to the extent permitted by applicable
7 law, legal aid programs receiving funds appropriated in this act shall,
8 upon request, provide information on their activities to the department
9 and to legislators for purposes of monitoring compliance with
10 authorizing legislation and this subsection.

11 (g) Nothing in this subsection is intended to limit the authority
12 of existing entities, including but not limited to the Washington state
13 bar association, the public disclosure commission, and the Federal
14 Legal Services Corporation, to resolve complaints or disputes within
15 their jurisdiction.

16 (19) \$839,000 of the general fund--state appropriation is provided
17 solely for energy-related functions transferred by Fourth Substitute
18 House Bill No. 2009 (state energy office). Of this amount:

19 (a) \$379,000 is provided solely for expenses related to vacation
20 leave buyout and unemployment payments resulting from the closure of
21 the state energy office;

22 (b) \$44,000 is provided solely for extended insurance benefits for
23 employees separated as a result of Fourth Substitute House Bill No.
24 2009. An eligible employee may receive a state subsidy of \$150 per
25 month toward his or her insurance benefits purchased under the federal
26 consolidated omnibus budget reconciliation act (COBRA) for a period not
27 to exceed one year from the date of separation;

28 (c) \$120,000 is provided solely for costs of closing out the
29 financial reporting systems and contract obligations of the state
30 energy office, and to connect the department's wide area network to
31 workstations in the energy office building; and

32 (d) \$296,000 is provided to match oil surcharge funding for energy
33 policy and planning staff.

34 (20) \$2,614,000 of the general fund--private/local appropriation is
35 provided solely to operate the energy facility site evaluation council.

36 (21) \$1,000,000 of the general fund--state appropriation is
37 provided solely to increase state matching funds for the federal
38 headstart program.

1 (22) \$2,000,000 of the general fund--federal appropriation is
2 provided solely to develop and operate housing for low-income
3 farmworkers. The housing assistance program shall administer the funds
4 in accordance with chapter 43.185 RCW. The department of community,
5 trade, and economic development shall work in cooperation with the
6 department of health, the department of labor and industries, and the
7 department of social and health services to review proposals and make
8 recommendations to the funding approval board that oversees the
9 distribution of housing assistance program funds. An advisory group
10 representing growers, farmworkers, and other interested parties shall
11 be formed to assist the interagency workgroup.

12 (23) \$1,865,000 of the general fund--state appropriation is
13 provided solely for the delivery of services to victims of sexual
14 assault as provided for by Substitute House Bill No. 2579 (sexual abuse
15 victims). The department shall establish an interagency agreement with
16 the department of social and health services for the transfer of funds
17 made available under the federal victims of crime act for the purposes
18 of implementing Substitute House Bill No. 2579. If the bill is not
19 enacted by June 30, 1996, the requirements of this subsection shall be
20 null and void and the amount provided in this subsection shall lapse.

21 (24) \$1,000,000 of the general fund--state appropriation is
22 provided solely for the tourism development program.

23 (~~((26))~~) (25) \$3,862,000 of the general fund--state appropriation
24 is provided solely to increase the number of children served through
25 the early childhood education and assistance program. These funds
26 shall be used to serve children that are on waiting lists to enroll in
27 the federal headstart program or the state early childhood education
28 and assistance program.

29 (~~((27))~~) (26) \$25,000 of the general fund--state appropriation is
30 provided solely for a grant to the city of Burien to study the
31 feasibility of purchasing property within the city for park purposes.

32 (~~((28))~~) (27) \$100,000 of the general fund--state appropriation is
33 provided solely for Washington state dues for the Pacific Northwest
34 economic region (PNWER) and to support the PNWER CATALIST program.

35 (28) \$50,000 of the general fund--state appropriation for fiscal
36 year 1997 is provided solely for the state of Washington's contribution
37 to the construction of a women veterans memorial in Washington, D.C.

1 **Sec. 1008.** 1996 c 283 s 124 (uncodified) is amended to read as
2 follows:

3 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

4	General Fund--State Appropriation (FY 1996)	\$	9,282,000
5	General Fund--State Appropriation (FY 1997)	\$	9,588,000
6	General Fund--Federal Appropriation	\$	((12,432,000))
7			<u>13,865,000</u>
8	General Fund--Private/Local Appropriation	\$	720,000
9	Health Services Account Appropriation	\$	330,000
10	Public Safety and Education Account		
11	Appropriation	\$	200,000
12	TOTAL APPROPRIATION	\$	((32,552,000))
13			<u>33,985,000</u>

14 The appropriations in this subsection are subject to the following
15 conditions and limitations:

16 (1) \$300,000 of the general fund--state appropriation is provided
17 solely as the state's share of funding for the "Americorps" youth
18 employment program.

19 (2) By December 20, 1996, the office of financial management shall
20 report to the government operations and fiscal committees of the
21 legislature on the implementation of chapter 40.07 RCW, relating to the
22 management and control of state publications. The report shall include
23 recommendations concerning the use of alternative methods of
24 distribution, including electronic publication, of agency reports and
25 other publications and notices.

26 (~~(3) \$250,000 of the general fund--state appropriation is provided~~
27 ~~solely for technical assistance to state agencies in the development of~~
28 ~~performance measurements pursuant to Engrossed Substitute Senate Bill~~
29 ~~No. 6680. If the bill is not enacted by June 30, 1996, the amount~~
30 ~~provided in this subsection shall lapse.))~~

31 **Sec. 1009.** 1996 c 283 s 132 (uncodified) is amended to read as
32 follows:

33 **FOR THE DEPARTMENT OF INFORMATION SERVICES**

34	K-20 Technology Account Appropriation	\$	27,000,000
35	State Building Construction Account		
36	Appropriation	\$	15,300,000
37	TOTAL APPROPRIATION	\$	((54,300,000))

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36

The appropriations in this section are subject to the following conditions and limitations:

(1) The appropriations in this section shall be expended in accordance with Senate Bill No. 6705 (higher education technology plan).

(2) ~~\$(27,000,000)~~ 37,678,000 is appropriated from the general fund for deposit in the K-20 technology account for the purposes of this section.

(3) \$1,500,000 is appropriated from the general fund for deposit in the education and technology revolving fund for the purposes of capitalizing the revolving fund established in Senate Bill No. 6004 or House Bill No. 2197.

(4) Expenditures of the funds from the state building construction account appropriation may be made only for capital purposes. Acquisitions made from these funds shall meet the criteria of bondability guidelines published by the office of financial management in the capital budget instruction manual. Any moneys remaining unexpended from the state building construction account appropriation on June 30, 1997, shall be deposited in the K-20 technology account.

(5) If Senate Bill No. 6705 is not enacted by June 30, 1996, the appropriations in this section shall lapse.

Sec. 1010. 1996 c 283 s 133 (uncodified) is amended to read as follows:

FOR THE LIQUOR CONTROL BOARD

Liquor Revolving Account Appropriation	\$	((113,604,000))
		<u>113,652,000</u>
<u>Liquor Control Board Construction and Maintenance</u>		
<u>Account Appropriation</u>	\$	<u>534,000</u>
<u>TOTAL APPROPRIATION</u>	\$	<u>114,186,000</u>

The appropriation in this section is subject to the following conditions and limitations: \$143,000 of the liquor control revolving account appropriation for administrative expenses is provided solely for implementation of House Bill No. 2341 (credit card sales pilot program). If the bill is not enacted by June 30, 1996, this amount shall lapse.

1 **Sec. 1011.** 1996 c 283 s 135 (uncodified) is amended to read as
2 follows:

3 **FOR THE MILITARY DEPARTMENT**

4	General Fund--State Appropriation (FY 1996) . . . \$	7,594,000
5	General Fund--State Appropriation (FY 1997) . . . \$	((7,597,000))
6		<u>26,803,000</u>
7	General Fund--Federal Appropriation \$	((129,215,000))
8		<u>127,215,000</u>
9	General Fund--Private/Local Appropriation \$	237,000
10	Enhanced 911 Account Appropriation \$	26,781,000
11	Industrial Insurance Premium Refund Account	
12	Appropriation \$	34,000
13	Flood Control Assistance Account Appropriation . \$	((23,181,000))
14		<u>20,181,000</u>
15	<u>Disaster Response Account--State</u>	
16	<u>Appropriation</u> \$	<u>3,226,000</u>
17	<u>Disaster Response Account--Federal</u>	
18	<u>Appropriation</u> \$	<u>18,871,000</u>
19	TOTAL APPROPRIATION \$	((194,639,000))
20		<u>230,942,000</u>

21 The appropriations in this section are subject to the following
22 conditions and limitations:

23 (1) \$205,238 of the total appropriation is provided solely to pay
24 loan obligations on the energy partnership contract number 90-07-01.
25 This obligation includes unpaid installments from September 1993
26 through June 1997. This amount may be reduced by any payments made in
27 the 1993-95 Biennium on installments made in the 1993-95 Biennium on
28 installments due between September 1993 and June 1995.

29 (2) \$70,000 of the general fund--state appropriation is provided
30 solely for the north county emergency medical service.

31 (3) \$((23,181,000)) 20,181,000 of the flood control assistance
32 account appropriation is provided solely for state and local response
33 and recovery cost associated with federal emergency management agency
34 (FEMA) Disaster Number 1079 (November/December 1995 storms), FEMA
35 Disaster 1100, (February 1996 floods), and for prior biennia disaster
36 recovery costs. ((Of this amount, \$1,078,000 is for prior disasters,
37 \$3,618,000 is for the November/December 1995 storms, and \$18,485,000 is
38 for the February 1996 floods.))

1 representatives in writing prior to approving any deviations from the
2 appropriation levels.

3 (4) The department shall use up to \$4,987,000 by which general
4 fund--state expenditures are below allotted levels to replace federal
5 social service block grant funds during fiscal year 1996.

6 **Sec. 1102.** 1996 c 283 s 202 (uncodified) is amended to read as
7 follows:

8 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--CHILDREN AND FAMILY**
9 **SERVICES PROGRAM**

10	General Fund--State Appropriation (FY 1996) . . . \$	146,537,000
11	General Fund--State Appropriation (FY 1997) . . . \$	((173,376,000))
12		<u>180,159,000</u>
13	General Fund--Federal Appropriation \$	((272,379,000))
14		<u>274,431,000</u>
15	General Fund--Private/Local Appropriation \$	400,000
16	Violence Reduction and Drug Enforcement Account	
17	Appropriation \$	5,719,000
18	TOTAL APPROPRIATION \$	((598,411,000))
19		<u>607,246,000</u>

20 The appropriations in this section are subject to the following
21 conditions and limitations:

22 (1) \$1,660,000 of the general fund--state appropriation for fiscal
23 year 1996 and \$10,086,000 of the general fund--federal appropriation
24 are provided solely for the modification of the case and management
25 information system (CAMIS). Authority to expend these funds is
26 conditioned on compliance with section 902 of this act.

27 (2) \$((5,524,000)) 1,524,000 of the general fund--state
28 appropriation is provided solely to implement the division's
29 responsibilities under Engrossed Second Substitute Senate Bill No. 5439
30 (nonoffender at-risk youth). Of this amount:

31 (a) \$150,000 of the general fund--state appropriation is provided
32 in fiscal year 1996 to develop a plan for children at risk. The
33 department shall work with a variety of service providers and community
34 representatives, including the community public health and safety
35 networks, and shall present the plan to the legislature and the
36 governor by December 1, 1995. The plan shall contain a strategy for
37 the development of an intensive treatment system with outcome-based

1 information on the level of services that are achievable under an
2 annual appropriation of \$5,000,000, \$7,000,000, and \$9,000,000; address
3 the issue of chronic runaways; and determine caseload impacts.

4 (b) \$219,000 of the general fund--state appropriation is provided
5 in fiscal year 1996 and \$((4,678,000)) 678,000 of the general fund--
6 state appropriation is provided in fiscal year 1997 for crisis
7 residential center training and administrative duties and secure crisis
8 residential center contracts.

9 (c) \$266,000 of the general fund--state appropriation is provided
10 for the multidisciplinary teams and \$211,000 of the general fund--state
11 appropriation is provided in fiscal year 1997 for family reconciliation
12 services.

13 (d) The state may enter into agreements with the counties to
14 provide residential and treatment services to runaway youth at a rate
15 of reimbursement to be negotiated by the state and county.

16 (3) \$1,997,000 of the violence reduction and drug enforcement
17 account appropriation and \$8,421,000 of the general fund--federal
18 appropriation are provided solely for the operation of the family
19 policy council, the community public health and safety networks, and
20 delivery of services authorized under the federal family preservation
21 and support act. Of these amounts:

22 (a) \$1,060,000 of the violence reduction and drug enforcement
23 account appropriation is provided solely for distribution to the
24 community public health and safety networks for planning in fiscal year
25 1996.

26 (b) \$937,000 of the violence reduction and drug enforcement account
27 appropriation is provided for staff in the children and family services
28 division of the department of social and health services to support
29 family policy council activities. The family policy council is
30 directed to provide training, design, technical assistance,
31 consultation, and direct service dollars to the networks. Of this
32 amount, \$300,000 is provided for the evaluation activities outlined in
33 RCW 70.190.050, to be conducted exclusively by the Washington state
34 institute for public policy. To the extent that private funds can be
35 raised for the evaluation activities, the state funding may be retained
36 by the department to support the family policy council activities.

37 (c) \$8,421,000 of the general fund--federal appropriation is
38 provided solely for the delivery of services authorized by the federal
39 family preservation and support act.

1 (4) \$2,575,000 of the general fund--state appropriation is provided
2 solely to implement Engrossed Substitute Senate Bill No. 5885 (family
3 preservation services). If the bill is not enacted by June 30, 1995,
4 the amount provided in this subsection shall lapse. Of this amount:

5 (a) \$75,000 is provided in fiscal year 1996 to develop an
6 implementation and evaluation plan for providing intensive family
7 preservation services and family preservation services. The department
8 shall present the plan to the legislature and the governor no later
9 than December 1, 1995. The plan shall contain outcome based
10 information on the level of services that are achievable under an
11 annual appropriation of \$3,000,000, \$5,000,000, and \$7,000,000; and

12 (b) \$2,500,000 is provided in fiscal year 1997 for additional
13 family preservation services based upon the report.

14 (5) \$4,646,000 of the general fund--state is provided solely to
15 increase payment rates to contracted social services providers. It is
16 the legislature's intent that these funds shall be used primarily to
17 increase compensation for persons employed in direct, front-line
18 service delivery.

19 (6) \$2,672,000 of the general fund--state is provided solely to
20 increase payment rates to contracted social services child care
21 providers. It is the legislature's intent that these funds shall be
22 used primarily to increase compensation for persons employed in direct,
23 front-line service delivery.

24 (7) \$854,000 of the violence reduction and drug enforcement account
25 appropriation and \$300,000 of the general fund--state appropriation are
26 provided solely to contract for the operation of one pediatric interim
27 care facility. The facility shall provide residential care for up to
28 twelve children through two years of age. Seventy-five percent of the
29 children served by the facility must be in need of special care as a
30 result of substance abuse by their mothers. The facility also shall
31 provide on-site training to biological, adoptive, or foster parents.
32 The facility shall provide at least three months of consultation and
33 support to parents accepting placement of children from the facility.
34 The facility may recruit new and current foster and adoptive parents
35 for infants served by the facility. The department shall not require
36 case management as a condition of the contract.

37 (8) \$700,000 of the general fund--state appropriation and \$262,000
38 of the violence reduction and drug enforcement account appropriation
39 are provided solely for up to three nonfacility-based programs for the

1 training, consultation, support, and recruitment of biological, foster,
2 and adoptive parents of children through age three in need of special
3 care as a result of substance abuse by their mothers, except that each
4 program may serve up to three medically fragile nonsubstance-abuse-
5 affected children. In selecting nonfacility-based programs, preference
6 shall be given to programs whose federal or private funding sources
7 have expired or have successfully performed under the existing
8 pediatric interim care program.

9 (9) \$5,613,000 of the general fund--state appropriation is provided
10 solely for implementation of chapter 312, Laws of 1995 and Second
11 Substitute House Bill No. 2217 (at-risk youth). If the bill is not
12 enacted by June 30, 1996, the amount provided in this subsection shall
13 lapse. Of this amount:

14 (a) \$1,000,000 of the general fund--state appropriation is provided
15 solely for court-ordered secure treatment of at-risk youth as provided
16 for in section 3 of Second Substitute House Bill No. 2217 (at-risk
17 youth);

18 (b) \$573,000 of the general fund--state appropriation is provided
19 solely for increased family reconciliation services;

20 (c) \$500,000 of the general fund--state appropriation is provided
21 solely for therapeutic child care;

22 (d) \$2,300,000 of the general fund--state appropriation is provided
23 solely for the juvenile court administrators to process petitions for
24 truancy, children in need of services, and at-risk youth;

25 (e) \$240,000 of the general fund--state appropriation is provided
26 solely for crisis residential center assessments of at-risk youth; and

27 (f) \$1,000,000 of the general fund--state appropriation shall be
28 allocated to the superintendent of public instruction for competitive
29 grants to assist the operation of community truancy boards established
30 by school districts pursuant to RCW 28A.225.025.

31 (10) \$2,000,000 of the general fund--state appropriation is
32 provided solely for implementation of chapter 311, Laws of 1995
33 (Engrossed Substitute Senate Bill No. 5885, services to families). Of
34 this amount, \$1,000,000 is provided solely to expand the category of
35 services titled "intensive family preservation services," and
36 \$1,000,000 is provided solely to create a new category of services
37 titled "family preservation services."

38 (11) \$327,000 of the general fund--state appropriation is provided
39 solely for transfer to the public health and safety networks. Each

1 public health and safety network may receive up to \$2,600 general
2 fund--state and up to \$2,500 general fund--federal per month for the
3 purposes of infrastructure funding, including planning, network meeting
4 support, fiscal agent payments, and liability insurance. Funding may
5 be provided only after the network's plan is submitted to the family
6 policy council and only after the plan is approved.

7 (12) \$4,941,000 of the general fund--state appropriation and
8 \$4,941,000 of the general fund--federal appropriation are provided
9 solely to increase the availability of employment child care to
10 low-income families.

11 (13) Of the general fund--state appropriation for fiscal year 1997,
12 \$16,766,000 is allocated for purposes consistent with the maintenance
13 of effort requirements under the federal temporary assistance for needy
14 families program established under P.L. 104-193.

15 **Sec. 1103.** 1996 c 283 s 203 (uncodified) is amended to read as
16 follows:

17 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--JUVENILE**
18 **REHABILITATION PROGRAM**

19 (1) COMMUNITY SERVICES

20 General Fund--State Appropriation (FY 1996) . . . \$	25,622,000
21 General Fund--State Appropriation (FY 1997) . . . \$	((29,828,000))
22	<u>29,345,000</u>
23 General Fund--Federal Appropriation \$	((20,191,000))
24	<u>18,008,000</u>
25 General Fund--Private/Local Appropriation \$	((286,000))
26	<u>269,000</u>
27 Violence Reduction and Drug Enforcement Account	
28 Appropriation \$	((5,695,000))
29	<u>3,211,000</u>
30 TOTAL APPROPRIATION \$	((81,622,000))
31	<u>76,455,000</u>

32 The appropriations in this subsection are subject to the following
33 conditions and limitations:

34 (a) \$650,000 of the general fund--state appropriation for fiscal
35 year 1996 and \$650,000 of the general fund--state appropriation for
36 fiscal year 1997 are provided solely for operation of learning and life
37 skills centers established pursuant to chapter 152, Laws of 1994.

1 (b) \$1,379,000 of the general fund--state appropriation and
 2 \$134,000 of the violence reduction and drug enforcement account
 3 appropriation are provided solely to increase payment rates to
 4 contracted social services providers. It is the legislature's intent
 5 that these funds shall be used primarily to increase compensation for
 6 persons employed in direct, front-line service delivery.

7 (c) \$2,350,000 of the general fund--state appropriation is provided
 8 solely for an early intervention program to be administered at the
 9 county level. Funds shall be awarded on a competitive basis to
 10 counties which have submitted a plan for implementation of an early
 11 intervention program consistent with proven methodologies currently in
 12 place in the state. The juvenile rehabilitation administration shall
 13 develop criteria for evaluation of plans submitted and a timeline for
 14 awarding funding and shall assist counties in creating and submitting
 15 plans for evaluation.

16 (2) INSTITUTIONAL SERVICES

17	General Fund--State Appropriation (FY 1996)	\$	28,727,000
18	General Fund--State Appropriation (FY 1997)	\$	((32,511,000))
19			<u>44,527,000</u>
20	General Fund--Federal Appropriation	\$	((24,915,000))
21			<u>11,879,000</u>
22	General Fund--Private/Local Appropriation	\$	((830,000))
23			<u>747,000</u>
24	Violence Reduction and Drug Enforcement Account		
25	Appropriation	\$	((10,894,000))
26			<u>9,202,000</u>
27	TOTAL APPROPRIATION	\$	((97,877,000))
28			<u>95,082,000</u>

29 (3) PROGRAM SUPPORT

30	General Fund--State Appropriation (FY 1996)	\$	1,231,000
31	General Fund--State Appropriation (FY 1997)	\$	((1,236,000))
32			<u>1,599,000</u>
33	General Fund--Federal Appropriation	\$	((881,000))
34			<u>518,000</u>
35	Violence Reduction and Drug Enforcement Account		
36	Appropriation	\$	421,000
37	TOTAL APPROPRIATION	\$	3,769,000

38 (4) SPECIAL PROJECTS

39	General Fund--Federal Appropriation	\$	107,000
----	---	----	---------

1 to establish an equitable and efficient mechanism for accomplishing
2 this reimbursement.

3 (d) \$1,000,000 of the general fund--state appropriation is provided
4 solely to implement the division's responsibilities under Engrossed
5 Second Substitute Senate Bill No. 5439 (nonoffender at-risk youth).

6 (e) At least 30 days prior to entering contracts that would
7 capitate payments for voluntary psychiatric hospitalizations, the
8 mental health division shall report the proposed capitation rates, and
9 the assumptions and calculations by which they were established, to the
10 budget and forecasting divisions of the office of financial management,
11 the appropriations committee of the house of representatives, and the
12 ways and means committee of the senate.

13 (f) \$2,474,000 of the general fund--state appropriation for fiscal
14 year 1997 and \$2,526,000 of the general fund--federal appropriation are
15 provided solely for medicare cross over payments. These amounts
16 provide funding to implement the federal court order in *South Sound*
17 *Radiologists v. Quasim*, C95-121WP (1996), which ruled that payments
18 should be made at 50 percent of the medicare amount, regardless of
19 medicaid limits. These payments shall be made by the state directly to
20 service providers.

21 (2) INSTITUTIONAL SERVICES

22	General Fund--State Appropriation (FY 1996) . . . \$	52,673,000
23	General Fund--State Appropriation (FY 1997) . . . \$	((56,293,000))
24		<u>59,527,000</u>
25	General Fund--Federal Appropriation \$	((119,325,000))
26		<u>126,954,000</u>
27	General Fund--Private/Local Appropriation \$	((39,130,000))
28		<u>28,587,000</u>
29	Industrial Insurance Premium Refund Account	
30	Appropriation \$	747,000
31	TOTAL APPROPRIATION \$	((268,168,000))
32		<u>268,488,000</u>

33 The appropriations in this subsection are subject to the following
34 conditions and limitations:

35 (a) The mental health program at Western state hospital shall
36 continue to utilize labor provided by the Tacoma prerelease program of
37 the department of corrections.

1 (b) The state mental hospitals may use funds appropriated in this
2 subsection to purchase goods and supplies through hospital group
3 purchasing organizations, when it is cost-effective to do so.

4 (3) CIVIL COMMITMENT

5	General Fund Appropriation (FY 1996)	\$	3,470,000
6	General Fund Appropriation (FY 1997)	\$	((3,533,000))
7			<u>4,106,000</u>
8	TOTAL APPROPRIATION	\$	((7,003,000))
9			<u>7,576,000</u>

10 (4) SPECIAL PROJECTS

11	General Fund--Federal Appropriation	\$	6,341,000
12	General Fund--State Appropriation (FY 1997)	\$	950,000
13	TOTAL APPROPRIATION	\$	7,291,000

14 The appropriations in this subsection are subject to the following
15 conditions and limitations: The general fund--state appropriation in
16 this section is provided solely for continued operation of the primary
17 intervention program, in the school districts in which those projects
18 previously operated, to the extent they continue to meet contract terms
19 and performance standards.

20 (5) PROGRAM SUPPORT

21	General Fund--State Appropriation (FY 1996)	\$	2,549,000
22	General Fund--State Appropriation (FY 1997)	\$	((2,544,000))
23			<u>2,550,000</u>
24	General Fund--Federal Appropriation	\$	((1,511,000))
25			<u>1,517,000</u>
26	TOTAL APPROPRIATION	\$	((6,604,000))
27			<u>6,616,000</u>

28 **Sec. 1105.** 1996 c 283 s 205 (uncodified) is amended to read as
29 follows:

30 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--DEVELOPMENTAL**
31 **DISABILITIES PROGRAM**

32 (1) COMMUNITY SERVICES

33	General Fund--State Appropriation (FY 1996)	\$	121,641,000
34	General Fund--State Appropriation (FY 1997)	\$	((126,500,000))
35			<u>129,191,000</u>
36	General Fund--Federal Appropriation	\$	((170,481,000))
37			<u>173,060,000</u>

1	Health Services Account Appropriation	\$	((4,679,000))
2			<u>4,879,000</u>
3	TOTAL APPROPRIATION	\$	((423,301,000))
4			<u>428,771,000</u>
5	(2) INSTITUTIONAL SERVICES		
6	General Fund--State Appropriation (FY 1996) . . .	\$	62,152,000
7	General Fund--State Appropriation (FY 1997) . . .	\$	((62,291,000))
8			<u>62,691,000</u>
9	General Fund--Federal Appropriation	\$	((140,652,000))
10			<u>140,252,000</u>
11	General Fund--Private/Local Appropriation	\$	9,100,000
12	TOTAL APPROPRIATION	\$	274,195,000
13	(3) PROGRAM SUPPORT		
14	General Fund--State Appropriation (FY 1996) . . .	\$	2,964,000
15	General Fund--State Appropriation (FY 1997) . . .	\$	((3,000,000))
16			<u>3,170,000</u>
17	General Fund--Federal Appropriation	\$	((940,000))
18			<u>1,014,000</u>
19	TOTAL APPROPRIATION	\$	((6,904,000))
20			<u>7,148,000</u>
21	(4) SPECIAL PROJECTS		
22	General Fund--Federal Appropriation	\$	7,878,000
23	(5) The appropriations in this section are subject to the following		
24	conditions and limitations:		
25	(a) \$6,569,000 of the general fund--state appropriation and \$19,000		
26	of the health services account appropriation and \$4,298,000 of the		
27	general fund--federal appropriation are provided solely to increase		
28	payment rates to contracted social services providers. It is the		
29	legislature's intent that these funds shall be used primarily to		
30	increase compensation for persons employed in direct, front-line		
31	service delivery.		
32	(b) \$1,447,000 of the general fund--state appropriation is provided		
33	solely for employment or other day programs for eligible persons who		
34	complete a high school curriculum during the 1995-97 biennium.		
35	(c) \$500,000 of the health services account appropriation is		
36	provided solely for fiscal year 1996 and \$3,500,000 of the health		
37	services account appropriation is provided solely for fiscal year 1997		
38	for family support services for families who need but are currently		
39	unable to receive such services because of funding limitations. The		

1 fiscal year 1996 amount shall be prioritized for unserved families who
2 have the most critical need for assistance. The fiscal year 1997
3 amount shall be distributed among unserved families according to
4 priorities developed in consultation with organizations representing
5 families of people with developmental disabilities.

6 (d) The secretary of social and health services shall investigate
7 and by November 15, 1995, report to the appropriations committee of the
8 house of representatives and the ways and means committee of the senate
9 on the feasibility of obtaining a federal managed-care waiver under
10 which growth which would otherwise occur in state and federal spending
11 for the medicaid personal care and targeted case management programs is
12 instead capitated and used to provide a flexible array of employment,
13 day program, and in-home supports.

14 (e) \$1,015,000 of the program support general fund--state
15 appropriation is provided solely for distribution among the five
16 regional deaf centers for services for the deaf and hard of hearing.

17 (f) \$25,000 of the program support general fund--state
18 appropriation is provided solely for a vendor rate increase in fiscal
19 year 1997 for an organization specializing in the provision of case
20 management and support services to persons with both deafness and
21 blindness.

22 (6) \$200,000 of the health services account appropriation and the
23 associated general fund--federal match is provided solely for the
24 enrollment in the basic health plan of home care workers below 200
25 percent of the federal poverty level who are employed through state
26 contracts.

27 **Sec. 1106.** 1996 c 283 s 206 (uncodified) is amended to read as
28 follows:

29 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--AGING AND ADULT**
30 **SERVICES PROGRAM**

31	<u>General Fund--State Appropriation (FY 1996)</u> . . . \$	<u>378,972,000</u>
32	General Fund--State Appropriation (FY 1997) . . . \$	((385,377,000))
33		<u>377,103,000</u>
34	General Fund--Federal Appropriation \$	((773,530,000))
35		<u>763,686,000</u>
36	Health Services Account--State Appropriation . . \$	((6,858,000))
37		<u>1,301,000</u>
38	TOTAL APPROPRIATION \$	((1,534,820,000))

2 The appropriations in this section are subject to the following
3 conditions and limitations:

4 (1) \$6,492,000 of the general fund--state appropriation is provided
5 solely to increase payment rates to contracted social services
6 providers. It is the legislature's intent that these funds shall be
7 used primarily to increase compensation for persons employed in direct,
8 front-line service delivery.

9 (2) The department shall seek a federal plan amendment to increase
10 the home maintenance needs allowance for unmarried COPES recipients
11 only to 100 percent of the federal poverty level. No changes shall be
12 implemented in COPES home maintenance needs allowances until the
13 amendment has been approved.

14 (3) The secretary of social and health services shall transfer
15 funds appropriated under section 207(2) of this act to this section for
16 the purpose of integrating and streamlining programmatic and financial
17 eligibility determination for long-term care services.

18 (4) A maximum of \$2,603,000 of the general fund--state
19 appropriation and \$2,670,000 of the general fund--federal appropriation
20 for fiscal year 1996 and \$5,339,000 of the general fund--state
21 appropriation and \$5,380,000 of the general fund--federal appropriation
22 for fiscal year 1997 are provided to fund the medicaid share of any
23 prospective payment rate adjustments as may be necessary in accordance
24 with RCW 74.46.460.

25 (5) The entire health services account appropriation and the
26 associated general fund--federal match is provided solely for the
27 enrollment in the basic health plan of home care workers below 200
28 percent of the federal poverty level who are employed through state
29 contracts. Enrollment for workers with family incomes at or above 200
30 percent of poverty shall be covered with general fund--state and
31 matching general fund--federal revenues that have previously been
32 appropriated for health benefits coverage, to the extent that these
33 funds have not been contractually obligated prior to March 1, 1996, for
34 worker wage increases.

35 (6) By November 1, 1996, the department of social and health
36 services and the health care authority shall report to the appropriate
37 committees of the legislature on (a) the extent, if any, to which
38 previously appropriated general fund--state and matching general fund--

1 federal funds are insufficient to provide basic health plan enrollment
2 coverage for homecare workers above 200 percent of the federal poverty
3 level; and (b) recommended procedural and, if necessary, statutory
4 changes needed to minimize the administrative costs and complexity of
5 basic health plan enrollment by employer groups.

6 (7) \$126,000 of the general fund--state appropriation for fiscal
7 year 1997 is provided solely for adult day health services for persons
8 with AIDS. These services shall be provided through a state-only
9 program by a single agency specializing in long-term care for persons
10 with AIDS.

11 (8) \$403,000 of the general fund--state appropriation for fiscal
12 year 1996 and \$698,000 of the general fund--state appropriation for
13 fiscal year 1997 are provided solely to reimburse the medical
14 assistance administration for medicaid services used by persons not
15 previously eligible for medical assistance services who become so as a
16 result of transferring from the chore services to the COPES program.

17 **Sec. 1107.** 1996 c 283 s 207 (uncodified) is amended to read as
18 follows:

19 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ECONOMIC SERVICES**
20 **PROGRAM**

21 (1) GRANTS AND SERVICES TO CLIENTS

22	General Fund--State Appropriation (FY 1996) . . . \$	379,619,000
23	General Fund--State Appropriation (FY 1997) . . . \$	((389,585,000))
24		<u>379,393,000</u>
25	General Fund--Federal Appropriation \$	((636,859,000))
26		<u>611,058,000</u>
27	TOTAL APPROPRIATION \$	((1,406,063,000))
28		<u>1,370,070,000</u>

29 The appropriations in this subsection are subject to the following
30 conditions and limitations:

31 ~~(a) ((Payment levels in the programs for aid to families with~~
32 ~~dependent children, general assistance, and refugee assistance shall~~
33 ~~contain an energy allowance to offset the costs of energy. The~~
34 ~~allowance shall be excluded from consideration as income for the~~
35 ~~purpose of determining eligibility and benefit levels of the food stamp~~
36 ~~program to the maximum extent such exclusion is authorized under~~
37 ~~federal law and RCW 74.08.046. To this end, up to \$300,000,000 of the~~

1 ~~income assistance payments is so designated for exemptions of the~~
2 ~~following amounts:~~

3 Family size: ~~1 2 3 4 5 6 7 8 or more~~
4 Exemption: ~~\$55 71 86 102 117 133 154 170~~

5 ~~(b))~~ \$18,000 of the general fund--state appropriation for fiscal
6 year 1996 and \$37,000 of the general fund--state appropriation for
7 fiscal year 1997 are provided solely to increase payment rates to
8 contracted social services providers. It is the legislature's intent
9 that these funds shall be used primarily to increase compensation for
10 persons employed in direct, front-line service delivery.

11 ~~((e))~~ (b) During the 1995-97 fiscal biennium, the department of
12 social and health services shall provide assistance under the general
13 assistance for children program to needy families with legal immigrants
14 permanently residing in the United States under color of law who are
15 not eligible under federal law for aid to families with dependent
16 children benefits solely due to their immigration status. Assistance
17 to needy families shall be in the same amount as benefits under the aid
18 to families with dependent children program. The families must be
19 otherwise eligible for aid to families with dependent children
20 including consideration of the current alien sponsor deeming rules.
21 The department is authorized to use state general funds appropriated in
22 this section to provide such benefits.

23 (2) PROGRAM SUPPORT

24	General Fund--State Appropriation (FY 1996) . . . \$	112,427,000
25	General Fund--State Appropriation (FY 1997) . . . \$	((109,168,000))
26		<u>113,799,000</u>
27	General Fund--Federal Appropriation \$	((200,555,000))
28		<u>203,912,000</u>
29	Health Services Account Appropriation \$	750,000
30	TOTAL APPROPRIATION \$	((422,900,000))
31		<u>430,888,000</u>

32 The appropriations in this subsection are subject to the following
33 conditions and limitations:

34 (a) \$16,000 of the general fund--state appropriation for fiscal
35 year 1996 and \$34,000 of the general fund--state appropriation for
36 fiscal year 1997 are provided solely to increase payment rates to

1 contracted social service providers. It is the legislature's intent
2 that these funds shall be used primarily to increase compensation for
3 persons employed in direct, front-line service delivery.

4 (b) The department shall report to the fiscal committees of the
5 legislature no later than December 20, 1995, concerning the number and
6 dollar value of contracts for services provided as part of the job
7 opportunities and basic skills program. This report shall indicate the
8 criteria used in the choice of state agencies or private entities for
9 a particular contract, the total value of contracts with state
10 agencies, and the total value of contracts with private entities. The
11 report shall also indicate what, if any, performance criteria are
12 included in job opportunities and basic skills program contracts.

13 (c) The department shall:

14 (i) Coordinate with other state agencies, including but not limited
15 to the employment security department, to ensure that persons receiving
16 federal or state funds are eligible in terms of citizenship and
17 residency status; and

18 (ii) Systematically use all processes available to verify
19 eligibility in terms of the citizenship and residency status of
20 applicants and recipients for public assistance.

21 **Sec. 1108.** 1996 c 283 s 208 (uncodified) is amended to read as
22 follows:

23 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ALCOHOL AND SUBSTANCE**
24 **ABUSE PROGRAM**

25	General Fund--State Appropriation (FY 1996) . . . \$	8,199,000
26	General Fund--State Appropriation (FY 1997) . . . \$	((11,990,000))
27		<u>13,041,000</u>
28	General Fund--Federal Appropriation \$	((77,594,000))
29		<u>76,848,000</u>
30	Violence Reduction and Drug Enforcement Account	
31	Appropriation \$	71,900,000
32	Health Services Account Appropriation \$	969,000
33	TOTAL APPROPRIATION \$	((170,652,000))
34		<u>170,957,000</u>

35 The appropriations in this section are subject to the following
36 conditions and limitations:

1 (1) \$9,544,000 of the total appropriation is provided solely for
2 the grant programs for school districts and educational service
3 districts set forth in RCW 28A.170.080 through 28A.170.100, including
4 state support activities, as administered through the office of the
5 superintendent of public instruction.

6 (2) \$400,000 of the health services account appropriation is
7 provided solely to implement Second Substitute Senate bill No. 5688
8 (fetal alcohol syndrome). If the bill is not enacted by June 30, 1995,
9 the amount provided in this subsection shall lapse.

10 (3) \$502,000 of the general fund--state appropriation and \$435,000
11 of the violence reduction and drug enforcement account appropriation
12 for fiscal year 1996 and \$1,015,000 of the general fund--state
13 appropriation and \$1,023,000 of the violence reduction and drug
14 enforcement account appropriation for fiscal year 1997 are provided
15 solely to increase payment rates to contracted and subcontract social
16 services providers. It is the legislature's intent that these funds
17 shall be used primarily to increase compensation for persons employed
18 in direct, front-line service delivery.

19 (4) \$552,000 of the general fund--state appropriation is provided
20 solely to implement the division's responsibilities under Engrossed
21 Second Substitute Senate Bill No. 5439 (nonoffender at-risk youth).

22 (5) \$1,387,000 of the general fund--state appropriation and
23 \$363,000 of the general fund--federal appropriation are provided solely
24 for detoxification and stabilization services, inpatient treatment, and
25 recovery house treatment for at-risk youth. If Second Substitute House
26 Bill No. 2217 (at-risk youth) is not enacted by June 30, 1996, the
27 amount provided in this subsection shall lapse.

28 (6) \$1,902,000 of the general fund--state appropriation and
29 \$796,000 of the general fund--federal appropriation are provided solely
30 for alcohol and substance abuse assessment, treatment, and child care
31 services for clients of the division of children and family services.
32 Assessment shall be provided by approved chemical dependency treatment
33 programs as requested by child protective services personnel in the
34 division of children and family services. Treatment shall be
35 outpatient treatment for parents of children who are under
36 investigation by the division of children and family services. Child
37 care shall be provided as deemed necessary by the division of children
38 and family services while parents requiring alcohol and substance abuse
39 treatment are attending treatment programs.

1 **Sec. 1109.** 1996 c 283 s 209 (uncodified) is amended to read as
2 follows:

3 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--MEDICAL ASSISTANCE**
4 **PROGRAM**

5	General Fund--State Appropriation (FY 1996) . . . \$	669,448,000
6	General Fund--State Appropriation (FY 1997) . . . \$	((658,055,000))
7		<u>668,440,000</u>
8	General Fund--Federal Appropriation \$	((1,774,688,000))
9		<u>1,782,340,000</u>
10	General Fund--Private/Local Appropriation \$	((199,160,000))
11		<u>202,067,000</u>
12	Health Services Account Appropriation \$	((207,272,000))
13		<u>192,111,000</u>
14	TOTAL APPROPRIATION \$	((3,508,623,000))
15		<u>3,514,406,000</u>

16 The appropriations in this section are subject to the following
17 conditions and limitations:

18 (1) The department shall continue to make use of the special
19 eligibility category created for children through age 18 and in
20 households with incomes below 200 percent of the federal poverty level
21 made eligible for medicaid as of July 1, 1994. The department shall
22 also continue to provide consistent reporting on other medicaid
23 children served through the basic health plan.

24 (2) The department shall contract for the services of private debt
25 collection agencies to maximize financial recoveries from third parties
26 where it is not cost-effective for the state to seek the recovery
27 directly.

28 (3) It is the intent of the legislature that Harborview medical
29 center continue to be an economically viable component of the health
30 care system and that the state's financial interest in Harborview
31 medical center be recognized.

32 (4) \$3,682,000 of the general fund--state appropriation for fiscal
33 year 1996 and \$7,844,000 of the general fund--state appropriation for
34 fiscal year 1997 are provided solely to increase payment rates to
35 contracted medical services providers.

36 (5)(a) Pursuant to RCW 74.09.700, the medically needy program shall
37 be limited to include only the following groups: Those persons who,
38 except for income and resources, would be eligible for the medicaid

1 categorically needy aged, blind, or disabled programs and medically
2 needy persons under age 21 or over age 65 in institutions for mental
3 diseases or in intermediate care facilities for the mentally retarded.
4 Existing departmental rules concerning income, resources, and other
5 aspects of eligibility for the medically needy program shall continue
6 to apply to these groups. The medically needy program will not provide
7 coverage for caretaker relatives of medicaid-eligible children or for
8 adults in families with dependent children who, except for income and
9 resources, would be eligible for the medicaid categorically needy aid
10 to families with dependent children program.

11 (b) Notwithstanding (a) of this subsection, the medically needy
12 program shall provide coverage until December 31, 1995, to those
13 persons who, except for income and resources, would be eligible for the
14 medicaid aid to families with dependent children program.

15 (6) These appropriations may not be used for any purpose related to
16 a supplemental discount drug program or agreement created under WAC
17 388-91-007 and 388-91-010.

18 (7) Funding is provided in this section for the adult dental
19 program for Title XIX categorically eligible and medically needy
20 persons and to provide foot care services by podiatric physicians and
21 surgeons.

22 (8) \$160,000 of the general fund--state appropriation and \$160,000
23 of the general fund--federal appropriation are provided solely for the
24 prenatal triage clearinghouse to provide access and outreach to reduce
25 infant mortality.

26 (9) \$3,128,000 of the general fund--state appropriation is provided
27 solely for treatment of low-income kidney dialysis patients.

28 (10) Funding is provided in this section to fund payment of
29 insurance premiums for persons with human immunodeficiency virus who
30 are not eligible for medicaid.

31 (11) Not more than \$11,410,000 of the general fund--state
32 appropriation during fiscal year 1996 and \$11,410,000 of the health
33 services account appropriation during fiscal year 1997 may be expended
34 for the purposes of operating the medically indigent program. Funding
35 is provided solely for emergency transportation and acute emergency
36 hospital services, including emergency room physician services and
37 related inpatient hospital physician services. In any twelve-month
38 period, funding for such services is to be provided to an eligible

1 individual for a maximum of three months following a hospital admission
2 and only after \$2,000 of emergency medical expenses have been incurred.

3 (12) \$21,525,000 of the health services account appropriation and
4 \$21,031,000 of the general fund--federal appropriation are provided
5 solely to increase access to dental services and to increase the use of
6 preventative dental services for title XIX categorically eligible
7 children.

8 (13) After considering administrative and cost factors, the
9 department shall adopt measures to realize savings in the purchase of
10 prescription drugs, hearing aids, home health services, wheelchairs and
11 other durable medical equipment, and disposable supplies. Such
12 measures may include, but not be limited to, point-of-sale pharmacy
13 adjudication systems, modification of reimbursement methodologies or
14 payment schedules, selective contracting, and inclusion of such
15 services in managed care rates.

16 (14) As part of the long-term care reforms contained in Engrossed
17 Second Substitute House Bill No. 1908, after receiving acute inpatient
18 hospital care, eligible clients shall be transferred from the high cost
19 institutional setting to the least restrictive, least costly, and most
20 appropriate facility as soon as medically reasonable. Physical
21 medicine and rehabilitation services (acute rehabilitation) shall take
22 place in the least restrictive environment, at the least cost and in
23 the most appropriate facility as determined by the department in
24 coordination with appropriate health care professionals and facilities.
25 Facilities providing physical medicine and rehabilitation services must
26 meet the quality care certification standards required of acute
27 rehabilitation hospitals and rehabilitation units of hospitals.

28 (15) The department is authorized to provide no more than five
29 chiropractic service visits per person per year for those eligible
30 recipients with acute conditions.

31 (16) The department shall achieve an actual reduction in the per
32 capita rates paid to managed care plans in calendar year 1997 by taking
33 actions including but not limited to the following: (a) Selectively
34 contracting with only those managed care plans in a given geographic
35 area that offer the lowest price, while meeting specified standards of
36 service quality and network adequacy; (b) revising program procedures,
37 through a federal waiver if necessary, so that recipients are required
38 to enroll in only one managed care plan during a contract period,
39 except for documented good cause; and (c) disproportionately assigning

1 recipients who do not designate a plan preference to plans offering
2 more competitive rates.

3 (17) By July 1, 1996, the department shall report to the committees
4 on health care and appropriations of the house of representatives, and
5 to the committees on health and long-term care and ways and means of
6 the senate, on the projected costs and benefits of (a) alternative
7 point-of-service copay requirements for recipients with incomes at
8 various percentages of the federal poverty level; and (b) alternative
9 premium-sharing requirements for recipients with incomes at or above
10 100 percent of the federal poverty level.

11 (18) \$4,600,000 of the general fund--state appropriation is
12 provided solely to compensate designated trauma centers for trauma
13 services provided to medically indigent and general assistance clients
14 who have an index of severity score of 16 or higher. Such compensation
15 is to be provided (a) through reimbursement at the medicaid rate; or
16 (b) through a direct payment to governmental hospitals. To be eligible
17 for this higher compensation, the trauma center must (i) be designated
18 a Level I through V trauma center by the department of health; (ii)
19 provide complete trauma care data to the trauma care registry in
20 accordance with WAC 246-976-430; (iii) establish an internal quality
21 assurance trauma program that complies with WAC 246-976-880; and (iv)
22 encourage and assist medically indigent and charity care patients to
23 enroll in the basic health plan.

24 **Sec. 1110.** 1995 2nd sp.s. c 18 s 210 (uncodified) is amended to
25 read as follows:

26 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--VOCATIONAL**
27 **REHABILITATION PROGRAM**

28	General Fund--State Appropriation (FY 1996) . . . \$	7,741,000
29	General Fund--State Appropriation (FY 1997) . . . \$	((7,846,000))
30		<u>7,853,000</u>
31	General Fund--Federal Appropriation \$	((73,180,000))
32		<u>73,206,000</u>
33	General Fund--Private/Local Appropriation \$	2,904,000
34	TOTAL APPROPRIATION \$	((91,671,000))
35		<u>91,704,000</u>

36 The appropriations in this section are subject to the following
37 conditions and limitations:

1 (1) \$39,000 of the general fund--state appropriation is provided
2 solely to increase payment rates to contracted social services
3 providers. It is the legislature's intent that these funds shall be
4 used primarily to increase compensation for persons employed in the
5 direct delivery of service to clients.

6 (2) The division of vocational rehabilitation shall negotiate
7 cooperative interagency agreements with local organizations, including
8 higher education institutions, mental health regional support networks,
9 and county developmental disabilities programs to improve and expand
10 employment opportunities for people with severe disabilities served by
11 those local agencies.

12 (3) \$310,000 of the general fund--state appropriation and
13 \$1,144,000 of the general fund--federal appropriation are provided
14 solely for vocational rehabilitation services for individuals with
15 developmental disabilities who complete a high school curriculum during
16 the 1995-97 biennium.

17 **Sec. 1111.** 1996 c 283 s 210 (uncodified) is amended to read as
18 follows:

19 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ADMINISTRATION AND**
20 **SUPPORTING SERVICES PROGRAM**

21	General Fund--State Appropriation (FY 1996) . . . \$	25,933,000
22	General Fund--State Appropriation (FY 1997) . . . \$	((25,934,000))
23		<u>26,114,000</u>
24	General Fund--Federal Appropriation \$	((41,503,000))
25		<u>41,630,000</u>
26	General Fund--Private/Local Appropriation \$	270,000
27	TOTAL APPROPRIATION \$	((93,640,000))
28		<u>93,947,000</u>

29 The appropriations in this section are subject to the following
30 conditions and limitations:

31 (1) The secretary of social and health services and the director of
32 labor and industries shall report to the appropriate fiscal and policy
33 committees of the legislature by July 1, 1995, and every six months
34 thereafter, on the measurable changes in employee injury and time-loss
35 rates that have occurred in the state developmental disabilities,
36 juvenile rehabilitation, and mental health institutions as a result of
37 the upfront loss-control discount agreement between the agencies.

1 (2) \$500,000 of the general fund--state appropriation and \$300,000
 2 of the general fund--federal appropriation are provided solely to
 3 implement Engrossed Substitute House Bill No. 1010 (regulatory reform).
 4 The department may transfer all or a portion of these amounts to the
 5 appropriate divisions of the department for this purpose. If Engrossed
 6 Substitute House Bill No. 1010 (regulatory reform) is not enacted by
 7 June 30, 1995, the amounts provided in this subsection shall lapse.

8 (3) By December 1, 1996, the department of personnel and the
 9 department of social and health services shall jointly report to the
 10 legislature on strategies for increasing, within existing funds,
 11 supported employment opportunities in state government for persons with
 12 developmental and other substantial and chronic disabilities. In
 13 developing the report, the departments shall consult with employee
 14 representatives, organizations involved in job training and placement
 15 for persons with severe disabilities, and other state and local
 16 governments that have successfully offered supported employment
 17 opportunities for their citizens with disabilities.

18 **Sec. 1112.** 1996 c 283 s 211 (uncodified) is amended to read as
 19 follows:

20 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--CHILD SUPPORT PROGRAM**

21	General Fund--State Appropriation (FY 1996)	\$	19,019,000
22	General Fund--State Appropriation (FY 1997)	\$	((18,820,000))
23			<u>19,297,000</u>
24	General Fund--Federal Appropriation	\$	((139,220,000))
25			<u>140,206,000</u>
26	General Fund--Local Appropriation	\$	((32,289,000))
27			<u>32,563,000</u>
28	TOTAL APPROPRIATION	\$	((209,348,000))
29			<u>211,085,000</u>

30 The appropriations in this section are subject to the following
 31 conditions and limitations:

32 (1) The department shall contract with private collection agencies
 33 to pursue collection of AFDC child support arrearages in cases that
 34 might otherwise consume a disproportionate share of the department's
 35 collection efforts. The department's child support collection staff
 36 shall determine which cases are appropriate for referral to private
 37 collection agencies. In determining appropriate contract provisions,

1 the department shall consult with other states that have successfully
2 contracted with private collection agencies to the extent allowed by
3 federal support enforcement regulations.

4 (2) The department shall request a waiver from federal support
5 enforcement regulations to replace the current program audit criteria,
6 which is process-based, with performance measures based on program
7 outcomes.

8 (3) The amounts appropriated in this section for child support
9 legal services shall only be expended by means of contracts with local
10 prosecutor's offices.

11 **Sec. 1113.** 1995 2nd sp.s. c 18 s 213 (uncodified) is amended to
12 read as follows:

13 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--PAYMENTS TO OTHER**
14 **AGENCIES PROGRAM**

15	General Fund--State Appropriation (FY 1996) . . . \$	21,112,000
16	General Fund--State Appropriation (FY 1997) . . . \$	((20,668,000))
17		<u>22,118,000</u>
18	General Fund--Federal Appropriation \$	16,281,000
19	TOTAL APPROPRIATION \$	((58,061,000))
20		<u>59,511,000</u>

21 **Sec. 1114.** 1995 2nd sp.s. c 18 s 214 (uncodified) is amended to
22 read as follows:

23 **FOR THE STATE HEALTH CARE POLICY BOARD**

24	General Fund--Private/Local Appropriation \$	110,000
25	Health Services Account Appropriation \$	((4,229,000))
26		<u>3,913,000</u>
27	TOTAL APPROPRIATION \$	((4,339,000))
28		<u>4,023,000</u>

29 **Sec. 1115.** 1996 c 283 s 212 (uncodified) is amended to read as
30 follows:

31 **FOR THE STATE HEALTH CARE AUTHORITY**

32	General Fund--State Appropriation (FY 1996) . . . \$	3,403,000
33	General Fund--State Appropriation (FY 1997) . . . \$	3,403,000
34	State Health Care Authority Administrative	
35	Account Appropriation \$	15,744,000
36	Health Services Account Appropriation \$	((247,010,000))

1		<u>243,010,000</u>
2	TOTAL APPROPRIATION \$	((269,560,000))
3		<u>265,560,000</u>

4 The appropriations in this section are subject to the following
5 conditions and limitations:

6 (1) \$6,806,000 of the general fund appropriation and \$5,590,000 of
7 the health services account appropriation are provided solely for
8 health care services provided through local community clinics.

9 (2) \$1,189,000 of the health care authority administrative fund
10 appropriation is provided to accommodate additional enrollment from
11 school districts that voluntarily choose to purchase employee benefits
12 through public employee benefits board programs. The office of
13 financial management is directed to monitor K-12 enrollment in PEBB
14 plans and to reduce allotments proportionally if the number of K-12
15 active employees enrolled after January 1995 is less than 11,837.

16 (3) By November 1, 1996, the health care authority shall report to
17 the health care and fiscal committees of the legislature on potential
18 program adjustments to the basic health plan to achieve reductions in
19 anticipated health services account expenditures. Options addressed in
20 the report shall include, but not be limited to: (a) Reductions in the
21 maximum income eligibility level; (b) changes in the premium subsidy
22 schedule; (c) increasing required copayments; and (d) reducing the
23 number of contracting health plans. For each option, the report shall
24 describe anticipated 1997-99 savings from the proposed change, and the
25 potential impact on health insurance access and health status.

26 (4) The state health care authority administrative account
27 appropriation includes sufficient funds to study options for expanding
28 state and school district retiree access to health benefits purchased
29 through the health care authority and the fiscal impacts of each
30 option. The health care authority shall conduct this study in
31 conjunction with the state actuary, the office of financial management,
32 and the fiscal committees of the legislature.

33 (5) \$79,000 of the state health care authority administrative
34 account appropriation is provided to implement Substitute House Bill
35 No. 2186 (public employees long-term care).

36 (6) By November 1, 1996, the department of social and health
37 services and the health care authority shall report to the appropriate
38 committees of the legislature on (a) the extent, if any, to which

1 previously appropriated general fund--state and matching general fund--
2 federal funds are insufficient to provide basic health plan enrollment
3 coverage for homecare workers at or above 200 percent of the federal
4 poverty level; and (b) recommended procedural and, if necessary,
5 statutory changes needed to minimize the administrative costs and
6 complexity of basic health plan enrollment by employer groups.

7 (7) \$((919,000)) 219,000 of the health services account
8 appropriation is provided for enhanced basic health plan subsidies for
9 foster parents licensed under chapter 74.15 RCW. Under this enhanced
10 subsidy option, foster parents with family incomes below 200 percent of
11 the federal poverty level shall be allowed to enroll in the basic
12 health plan at a cost of \$10 per month per parent. The health care
13 authority shall endeavor to provide this enhanced subsidy to a monthly
14 average of 1,000 foster parents during state fiscal year 1997, and no
15 more than 2,000 shall be enrolled by the end of the 1995-97 biennium.

16 **Sec. 1116.** 1996 c 283 s 214 (uncodified) is amended to read as
17 follows:

18 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**

19	Death Investigations Account Appropriation . . . \$	38,000
20	Public Safety and Education Account	
21	Appropriation \$	((11,036,000))
22		<u>11,572,000</u>
23	Violence Reduction and Drug Enforcement Account	
24	Appropriation \$	344,000
25	TOTAL APPROPRIATION \$	((11,418,000))
26		<u>11,954,000</u>

27 The appropriations in this section are subject to the following
28 conditions and limitations:

29 (1) \$28,000 of the public safety and education account is provided
30 solely to implement Engrossed Second Substitute Senate Bill No. 5219
31 (domestic violence). If the bill is not enacted by June 30, 1995, the
32 amount provided in this subsection shall lapse.

33 (2) \$45,000 of the public safety and education account
34 appropriation is provided solely for the implementation of Second
35 Substitute House Bill No. 2323 (law enforcement training). If the bill
36 is not enacted by June 30, 1996, the amount provided in this subsection
37 shall lapse.

1 (3) \$27,000 of the public safety and education account
 2 appropriation is provided solely for the implementation of the
 3 reporting requirements contained in section 6 of House Bill No. 2472.
 4 If the bill is not enacted by June 30, 1996, the amount provided in
 5 this subsection shall lapse.

6 **Sec. 1117.** 1996 c 283 s 215 (uncodified) is amended to read as
 7 follows:

8 **FOR THE DEPARTMENT OF LABOR AND INDUSTRIES**

9	General Fund Appropriation (FY 1996)	. . . . . \$	5,270,000
10	General Fund Appropriation (FY 1997)	. . . . . \$	5,711,000
11	Public Safety and Education Account--State		
12	Appropriation	. . . . . \$	((19,990,000))
13			<u>18,982,000</u>
14	Public Safety and Education Account--Federal		
15	Appropriation	. . . . . \$	((6,002,000))
16			<u>7,024,000</u>
17	Public Safety and Education Account--Private/Local		
18	Appropriation	. . . . . \$	((972,000))
19			<u>1,980,000</u>
20	Electrical License Account Appropriation	. . . . . \$	20,125,000
21	Farm Labor Revolving Account--Private/Local		
22	Appropriation	. . . . . \$	28,000
23	Worker and Community Right-to-Know Account		
24	Appropriation	. . . . . \$	2,138,000
25	Public Works Administration Account		
26	Appropriation	. . . . . \$	1,928,000
27	Accident Account--State Appropriation	. . . . . \$	((139,991,000))
28			<u>139,240,000</u>
29	Accident Account--Federal Appropriation	. . . . . \$	((9,112,000))
30			<u>9,924,000</u>
31	Medical Aid Account--State Appropriation	. . . . . \$	((150,284,000))
32			<u>150,152,000</u>
33	Medical Aid Account--Federal Appropriation	. . . . . \$	((1,592,000))
34			<u>1,734,000</u>
35	Plumbing Certificate Account Appropriation	. . . . . \$	682,000
36	Pressure Systems Safety Account Appropriation	. . . . . \$	2,053,000
37	TOTAL APPROPRIATION	. . . . . \$	((365,878,000))
38			<u>366,971,000</u>

1 The appropriations in this section are subject to the following
2 conditions and limitations:

3 (1) Expenditures of funds appropriated in this section for the
4 information systems projects identified in agency budget requests as
5 "crime victims--prime migration" and "document imaging--field offices"
6 are conditioned upon compliance with section 902 of this act. In
7 addition, funds for the "document imaging--field offices" project shall
8 not be released until the required components of a feasibility study
9 are completed and approved by the department of information services.

10 (2) Pursuant to RCW 7.68.015, the department shall operate the
11 crime victims compensation program within the public safety and
12 education account funds appropriated in this section. In the event
13 that cost containment measures are necessary, the department may (a)
14 Institute copayments for services; (b) develop preferred provider and
15 managed care contracts; and (c) coordinate with the department of
16 social and health services to use public safety and education account
17 funds as matching funds for federal Title XIX reimbursement, to the
18 extent this maximizes total funds available for services to crime
19 victims.

20 (3) \$108,000 of the general fund appropriation is provided solely
21 for an interagency agreement to reimburse the board of industrial
22 insurance appeals for crime victims appeals.

23 (4) The secretary of social and health services and the director of
24 labor and industries shall report to the appropriate fiscal and policy
25 committees of the legislature by July 1, 1995, and every six months
26 thereafter, on the measurable changes in employee injury and time-loss
27 rates that have occurred in the state developmental disabilities,
28 juvenile rehabilitation, and mental health institutions as a result of
29 the upfront loss-control discount agreement between the agencies.

30 (~~(+6)~~) (5) \$450,000 of the accident account--state appropriation
31 and \$450,000 of the medical aid account--state appropriation are
32 provided solely to implement an on-line claims data access system that
33 will include all employers in the retrospective rating plan program.

34 (~~(+7)~~) (6) Within the appropriations provided in this section, the
35 department shall implement an integrated state-wide on-line
36 verification system for pharmacy providers. The system shall be
37 implemented by means of contracts that are competitively bid. Until
38 this system is implemented, no department rules may take effect that

1 reduce the dispensing fee for industrial insurance pharmacy services in
2 effect on January 1, 1995.

3 (8) \$4,000 of the accident account--state appropriation and \$4,000
4 of the medical aid--state appropriation is provided solely for the
5 implementation of Senate Bill No. 6223 or House Bill No. 2498
6 (construction trade procedures). If neither bill is enacted by June
7 30, 1996, these amounts shall lapse.

8 (9) \$38,000 of the accident account--state appropriation and
9 \$37,000 of the medical aid--state appropriation is provided solely for
10 the implementation of Senate Bill No. 6225 or House Bill No. 2499
11 (employer assessments). If neither bill is enacted by June 30, 1996,
12 these amounts shall lapse.

13 (10) \$7,000 of the accident account--state appropriation and \$6,000
14 of the medical aid--state appropriation is provided solely for the
15 implementation of Senate Bill No. 6224 or House Bill No. 2496
16 (disability pilot project). If neither bill is enacted by June 30,
17 1996, these amounts shall lapse.

18 (11) \$443,000 of the public safety and education account
19 appropriation is provided solely for the implementation of Substitute
20 House Bill No. 2358 (crime victim and witness programs). If the bill
21 is not enacted by June 30, 1996, the amount provided in this subsection
22 shall lapse.

23 (12) \$121,000 of the accident account--state appropriation and
24 \$121,000 of the medical aid account--state appropriation are provided
25 solely for the implementation of House Bill No. 2322 (family farm
26 exemptions). If the bill is not enacted by June 30, 1996, the amounts
27 provided in this subsection shall lapse.

28 (13) \$271,000 of the accident account--state appropriation and
29 \$271,000 of the medical aid account--state appropriation are provided
30 solely for the implementation of Second Substitute Senate Bill No. 5516
31 (drug free workplaces). If the bill is not enacted by June 30, 1996,
32 the amounts provided in this subsection shall lapse.

33 **Sec. 1118.** 1996 c 283 s 216 (uncodified) is amended to read as
34 follows:

35 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

36 (1) HEADQUARTERS

37	General Fund Appropriation (FY 1996)	. . . . . \$	1,227,000
38	General Fund Appropriation (FY 1997)	. . . . . \$	((1,226,000))

1		<u>1,249,000</u>
2	Industrial Insurance Refund Account	
3	Appropriation \$	25,000
4	Charitable, Educational, Penal, and Reformatory	
5	Institutions Account Appropriation \$	4,000
6	TOTAL APPROPRIATION \$	((2,482,000))
7		<u>2,505,000</u>
8	(2) FIELD SERVICES	
9	General Fund--State Appropriation (FY 1996) . . . \$	1,853,000
10	General Fund--State Appropriation (FY 1997) . . . \$	2,257,000
11	General Fund--Federal Appropriation \$	381,000
12	General Fund--Private/Local Appropriation \$	85,000
13	TOTAL APPROPRIATION \$	4,576,000
14	(3) VETERANS HOME	
15	General Fund--State Appropriation (FY 1996) . . . \$	3,893,000
16	General Fund--State Appropriation (FY 1997) . . . \$	((3,788,000))
17		<u>2,559,000</u>
18	General Fund--Federal Appropriation \$	((11,470,000))
19		<u>11,469,000</u>
20	General Fund--Private/Local Appropriation \$	((7,392,000))
21		<u>8,622,000</u>
22	TOTAL APPROPRIATION \$	26,543,000
23	(4) SOLDIERS HOME	
24	General Fund--State Appropriation (FY 1996) . . . \$	2,927,000
25	General Fund--State Appropriation (FY 1997) . . . \$	((2,825,000))
26		<u>2,541,000</u>
27	General Fund--Federal Appropriation \$	((5,975,000))
28		<u>6,510,000</u>
29	General Fund--Private/Local Appropriation \$	((5,312,000))
30		<u>5,061,000</u>
31	TOTAL APPROPRIATION \$	17,039,000

32 **Sec. 1119.** 1996 c 283 s 217 (uncodified) is amended to read as
33 follows:

34 **FOR THE DEPARTMENT OF HEALTH**

35	General Fund--State Appropriation (FY 1996) . . . \$	44,328,000
36	General Fund--State Appropriation (FY 1997) . . . \$	((44,639,000))
37		<u>45,912,000</u>
38	General Fund--Federal Appropriation \$	((234,275,000))

1		<u>240,075,000</u>
2	General Fund--Private/Local Appropriation \$	25,476,000
3	Hospital Commission Account Appropriation \$	3,019,000
4	Medical Disciplinary Account Appropriation \$	1,798,000
5	Health Professions Account Appropriation \$	32,964,000
6	Industrial Insurance Account Appropriation \$	62,000
7	Safe Drinking Water Account Appropriation \$	2,751,000
8	Public Health Services Account Appropriation . . \$	23,753,000
9	Waterworks Operator Certification	
10	Appropriation \$	605,000
11	Water Quality Account Appropriation \$	3,079,000
12	State Toxics Control Account Appropriation . . . \$	2,824,000
13	Violence Reduction and Drug Enforcement Account	
14	Appropriation \$	469,000
15	Medical Test Site Licensure Account	
16	Appropriation \$	1,822,000
17	Youth Tobacco Prevention Account Appropriation . \$	1,412,000
18	Health Services Account Appropriation \$	((19,081,000))
19		<u>18,081,000</u>
20	State and Local Improvements Revolving	
21	Account--Water Supply Facilities	
22	Appropriation \$	40,000
23	TOTAL APPROPRIATION \$	((442,397,000))
24		<u>448,470,000</u>

25 The appropriations in this section are subject to the following
26 conditions and limitations:

27 (1) \$2,466,000 of the general fund--state appropriation is provided
28 for the implementation of the Puget Sound water quality management
29 plan.

30 (2) \$10,000,000 of the public health services account appropriation
31 is provided solely for distribution to local health departments for
32 distribution on a per capita basis. Prior to distributing these funds,
33 the department shall adopt rules and procedures to ensure that these
34 funds are not used to replace current local support for public health
35 programs.

36 (3) \$4,750,000 of the public health account appropriation is
37 provided solely for distribution to local health departments for
38 capacity building and community assessment and mobilization.

1 (4) \$2,000,000 of the health services account appropriation is
2 provided solely for public health information systems development.
3 Authority to expend this amount is conditioned on compliance with
4 section 902 of this act.

5 (5) \$1,000,000 of the health services account appropriation is
6 provided solely for state level capacity building.

7 (6) \$1,000,000 of the health services account appropriation is
8 provided solely for training of public health professionals.

9 (7) \$200,000 of the health services account appropriation is
10 provided solely for the American Indian health plan.

11 (8) \$1,640,000 of the health services account appropriation is
12 provided solely for health care quality assurance and health care data
13 standards activities as required by Engrossed Substitute House Bill No.
14 1589 (health care quality assurance).

15 (9) \$1,000,000 of the health services account appropriation is
16 provided solely for development of a youth suicide prevention program
17 at the state level, including a state-wide public educational campaign
18 to increase knowledge of suicide risk and ability to respond and
19 provision of twenty-four hour crisis hotlines, staffed to provide
20 suicidal youth and caregivers a source of instant help.

21 (10) The department of health shall not initiate any services that
22 will require expenditure of state general fund moneys unless expressly
23 authorized in this act or other law. The department may seek, receive,
24 and spend, under RCW 43.79.260 through 43.79.282, federal moneys not
25 anticipated in this act as long as the federal funding does not require
26 expenditure of state moneys for the program in excess of amounts
27 anticipated in this act. If the department receives unanticipated
28 unrestricted federal moneys, those moneys shall be spent for services
29 authorized in this act or in any other legislation that provides
30 appropriation authority, and an equal amount of appropriated state
31 moneys shall lapse. Upon the lapsing of any moneys under this
32 subsection, the office of financial management shall notify the
33 legislative fiscal committees. As used in this subsection,
34 "unrestricted federal moneys" includes block grants and other funds
35 that federal law does not require to be spent on specifically defined
36 projects or matched on a formula basis by state funds.

37 (11) \$981,000 of the general fund--state appropriation and \$469,000
38 of the general fund--private/local appropriation are provided solely
39 for implementing Engrossed Substitute House Bill No. 1010 (regulatory

1 reform). If the bill is not enacted by June 30, 1995, the amounts
2 provided in this subsection shall lapse.

3 (12) The department is authorized to raise existing fees for
4 nursing assistants and hypnotherapists in excess of the fiscal growth
5 factor established by Initiative 601, if necessary, in order to meet
6 the actual costs of investigative and legal services due to
7 disciplinary activities.

8 (13) \$750,000 of the general fund--federal appropriation is
9 provided solely for one-time costs for a health clinic for immigrants
10 to be managed by a local public health entity.

11 (14) \$70,000 of the general fund--state appropriation is provided
12 solely for implementing Engrossed Substitute House Bill No. 1908
13 (chapter 18, Laws of 1995 1st sp. sess., long-term care reform).

14 (~~(17)~~) (15)(a) Within available resources, the department of
15 health may use any of the following strategies for raising public
16 awareness on the causes and nature of osteoporosis, personal risk
17 factors, value of prevention and early detection, and options for
18 diagnosing and treating the disease:

19 (i) An outreach campaign utilizing print, radio, and television
20 public service announcements, advertisements, posters, and other
21 materials;

22 (ii) Community forums;

23 (iii) Health information and risk factor assessment at public
24 events;

25 (iv) Targeting at-risk populations;

26 (v) Providing reliable information to policy makers;

27 (vi) Distributing information through county health departments,
28 schools, area agencies on aging, employer wellness programs,
29 physicians, hospitals and health maintenance organizations, women's
30 groups, nonprofit organizations, community-based organizations, and
31 departmental regional offices.

32 (b) The secretary of health may accept grants, services, and
33 property from the federal government, foundations, organizations,
34 medical schools, and other entities as may be available for the
35 purposes of fulfilling the obligations of this program.

36 (~~(18)~~) (16) \$8,000 of the general fund--state appropriation is
37 provided for a study to be completed by the board of health on the
38 current and potential use of telemedicine in the state, including
39 recommended changes in rules and statutes. The study shall be

1 completed by November 1, 1997, and a report submitted to the
2 appropriate committees of the legislature.

3 (17) \$1,273,000 of the general fund--state appropriation for fiscal
4 year 1997 is provided solely for the HIV/AIDS prescription drug
5 program.

6 **Sec. 1120.** 1996 c 283 s 218 (uncodified) is amended to read as
7 follows:

8 **FOR THE DEPARTMENT OF CORRECTIONS**

9 The appropriations in this section shall be expended for the
10 programs and in the amounts listed. However, after May 1, ~~((1996))~~
11 1997, unless specifically prohibited by this act, the department may
12 transfer ~~((general fund--state appropriations for fiscal year 1996))~~
13 moneys among programs after approval by the director of financial
14 management. The director of financial management shall notify the
15 appropriate fiscal committees of the senate and house of
16 representatives in writing prior to approving any deviations from the
17 appropriation levels.

18 (1) ADMINISTRATION AND PROGRAM SUPPORT

19	General Fund Appropriation (FY 1996)	\$	12,255,000
20	General Fund Appropriation (FY 1997)	\$	12,171,000
21	Industrial Insurance Premium Refund Account		
22	Appropriation	\$	631,000
23	TOTAL APPROPRIATION	\$	25,057,000

24 The appropriations in this subsection are subject to the following
25 conditions and limitations:

26 (a) The department may expend funds generated by contractual
27 agreements entered into for mitigation of severe overcrowding in local
28 jails. If any funds are generated in excess of actual costs, they
29 shall be deposited in the state general fund. Expenditures shall not
30 exceed revenue generated by such agreements and shall be treated as
31 recovery of costs.

32 (b) The department of corrections shall accomplish personnel
33 reductions with the least possible impact on correctional custody
34 staff, community custody staff, and correctional industries. For the
35 purposes of this subsection, correctional custody staff means employees
36 responsible for the direct supervision of offenders.

1 (c) Appropriations in this section provide sufficient funds to
2 implement the provisions of Second Engrossed Second Substitute House
3 Bill 2010 (corrections cost-efficiency and inmate responsibility
4 omnibus act).

5 (d) In treating sex offenders at the Twin Rivers corrections
6 center, the department of corrections shall prioritize treatment
7 services to reduce recidivism and shall develop and implement an
8 evaluation tool that: (i) States the purpose of the treatment; (ii)
9 measures the amount of treatment provided; (iii) identifies the measure
10 of success; and (iv) determines the level of successful and
11 unsuccessful outcomes. The department shall report to the legislature
12 by December 1, 1995, on how treatment services were prioritized among
13 categories of offenses and provide a description of the evaluation tool
14 and its incorporation into the treatment program.

15 (e) \$121,000 of the general fund--state fiscal year 1997
16 appropriation is provided solely for the department to develop and
17 implement a centralized educational data base (education automation
18 project), pursuant to chapter 19, Laws of 1995 1st sp. sess.

19 (2) INSTITUTIONAL SERVICES

20	General Fund--State Appropriation (FY 1996) . . . \$	((262,352,000))
21		<u>262,343,000</u>
22	General Fund--State Appropriation (FY 1997) . . . \$	((270,160,000))
23		<u>274,117,000</u>
24	General Fund--Federal Appropriation \$	2,153,000
25	Violence Reduction and Drug Enforcement Account	
26	Appropriation \$	1,214,000
27	TOTAL APPROPRIATION \$	((535,879,000))
28		<u>539,827,000</u>

29 The appropriations in this subsection are subject to the following
30 conditions and limitations:

31 ~~((a))~~ \$196,000 of the general fund--state fiscal year 1997
32 appropriation is provided solely for costs associated with data entry
33 activities related to the department's efforts at managing health care
34 costs, pursuant to chapter 19, Laws of 1995 1st sp. sess. and chapter
35 6, Laws of 1994 sp. sess.

36 ~~((b))~~ \$17,000 of the general fund--state appropriation is provided
37 solely to implement Substitute House Bill No. 2711 (illegal alien

1 offender camps). If the bill is not enacted by June 30, 1996, the
2 amount provided in this subsection shall lapse.))

3 (3) COMMUNITY CORRECTIONS

4	General Fund Appropriation (FY 1996)	. . . . . \$	78,843,000
5	General Fund Appropriation (FY 1997)	. . . . . \$	((80,290,000))
6			<u>79,576,000</u>
7	Violence Reduction and Drug Enforcement Account		
8	Appropriation . . . . .	. . . . . \$	400,000
9	TOTAL APPROPRIATION . . . . .	. . . . . \$	((159,533,000))
10			<u>158,819,000</u>

11 The appropriations in this subsection are subject to the following
12 conditions and limitations:

13 (a) \$72,000 of the general fund--state fiscal year 1997
14 appropriation is provided solely for the implementation of Substitute
15 House Bill No. 2533 (supervision of misdemeanants). If the bill is not
16 enacted by June 30, 1996, the amount shall lapse.

17 (b) \$38,000 of the general fund--state fiscal year 1997
18 appropriation is provided solely for the implementation of Substitute
19 Senate Bill No. 6274 (supervision of sex offenders). If the bill is
20 not enacted by June 30, 1996, the amount provided in this subsection
21 shall lapse.

22 (4) CORRECTIONAL INDUSTRIES

23	General Fund Appropriation (FY 1996)	. . . . . \$	3,330,000
24	General Fund Appropriation (FY 1997)	. . . . . \$	3,603,000
25	TOTAL APPROPRIATION . . . . .	. . . . . \$	6,933,000

26 The appropriations in this subsection are subject to the following
27 conditions and limitations: \$100,000 of the general fund fiscal year
28 1997 appropriation is provided solely for transfer to the jail
29 industries board. The board shall use the amount specified in this
30 subsection only for administrative expenses, equipment purchases, and
31 technical assistance associated with advising cities and counties in
32 developing, promoting, and implementing consistent, safe, and efficient
33 offender work programs.

34 (5) INTERAGENCY PAYMENTS

35	General Fund Appropriation (FY 1996)	. . . . . \$	6,223,000
36	General Fund Appropriation (FY 1997)	. . . . . \$	6,223,000
37	TOTAL APPROPRIATION . . . . .	. . . . . \$	12,446,000

1 **Sec. 1121.** 1996 c 283 s 220 (uncodified) is amended to read as
2 follows:

3 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

4	General Fund--State Appropriation (FY 1996) \$	834,000
5	General Fund--State Appropriation (FY 1997) \$	5,279,000
6	General Fund--Federal Appropriation \$	190,936,000
7	General Fund--Private/Local Appropriation \$	21,965,000
8	Unemployment Compensation Administration	
9	Account--Federal Appropriation \$	177,891,000
10	Administrative Contingency Account--State	
11	Appropriation \$	((8,735,000))
12		<u>9,235,000</u>
13	Employment Services Administrative Account--	
14	State Appropriation \$	12,294,000
15	Employment and Training Trust Account	
16	Appropriation \$	9,294,000
17	TOTAL APPROPRIATION \$	((427,228,000))
18		<u>427,728,000</u>

19 The appropriations in this section are subject to the following
20 conditions and limitations:

21 (1) The employment security department shall spend no more than
22 \$25,049,511 of the unemployment compensation administration account--
23 federal appropriation for the general unemployment insurance
24 development effort (GUIDE) project, except that the department may
25 exceed this amount by up to \$2,600,000 to offset the cost associated
26 with any vendor-caused delay. The additional spending limitation is
27 further conditioned on the department seeking full recovery of these
28 moneys from any vendors failing to perform in full. Authority to
29 expend this amount is conditioned on compliance with section 902 of
30 this act.

31 (2) The employment and training trust account appropriation shall
32 not be expended until a plan for such expenditure is reviewed and
33 approved by the workforce training and education coordinating board for
34 consistency with chapter 226, Laws of 1993 (employment and training for
35 unemployed workers), and the comprehensive plan for workforce training
36 provided in RCW 28C.18.060(4).

37 (3) \$95,000 of the employment services administrative account--
38 federal appropriation is provided solely for a study of the financing

1 provisions of the state's unemployment insurance law pursuant to
2 Engrossed Senate Bill No. 5925.

3 (4) \$500,000 of the general fund--state fiscal year 1996
4 appropriation and \$4,945,000 of the general fund--state fiscal year
5 1997 appropriation are provided solely for the department to administer
6 a comprehensive set of summer employment and training programs to
7 disadvantaged youth. In administering this program, the department
8 shall adhere to the following guidelines: (a) Coordinate with the work
9 force training and education board and the service delivery areas in
10 program development and implementation; (b) maximize employment and
11 training opportunities for youth, while at the same time minimize state
12 fiscal resources required; (c) adhere to the state's comprehensive plan
13 for work force training; (d) support the state's one-stop approach to
14 service delivery; (e) maintain low administrative overhead; (f) support
15 the school-to-work transition system; and (g) submit an evaluation of
16 the program by February 1, 1997. The evaluation shall identify: (i)
17 The number of participants in the program by service delivery area;
18 (ii) demographic information on the participants; (iii) the benefits to
19 clients participating in employment and training programs; and (iv)
20 recommendations on the merits of continuing the program.

21 (End of part)

PART XII
NATURAL RESOURCES

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36

Sec. 1201. 1996 c 283 s 301 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF ECOLOGY

General Fund--State Appropriation (FY 1996) . . . \$	22,289,000
General Fund--State Appropriation (FY 1997) . . . \$	((21,409,000))
	<u>21,781,000</u>
General Fund--Federal Appropriation \$	41,534,000
General Fund--Private/Local Appropriation \$	1,385,000
Special Grass Seed Burning Research Account	
Appropriation \$	42,000
Reclamation Revolving Account Appropriation . . . \$	2,664,000
Flood Control Assistance Account Appropriation . \$	10,031,000
State Emergency Water Projects Revolving Account	
Appropriation \$	312,000
Industrial Insurance Premium Refund Account	
Appropriation \$	((189,000))
	<u>273,000</u>
Waste Reduction, Recycling, and Litter Control	
Account Appropriation \$	5,561,000
State and Local Improvements Revolving Account--	
Waste Disposal Appropriation \$	1,000,000
State and Local Improvements Revolving Account--	
Water Supply Facilities Appropriation \$	1,344,000
Basic Data Account Appropriation \$	182,000
Vehicle Tire Recycling Account Appropriation . . \$	5,759,000
Water Quality Account Appropriation \$	3,583,000
Worker and Community Right to Know Account	
Appropriation \$	408,000
State Toxics Control Account Appropriation . . . \$	((50,024,000))
	<u>50,129,000</u>
Local Toxics Control Account Appropriation . . . \$	3,842,000
Water Quality Permit Account Appropriation . . . \$	19,600,000
Underground Storage Tank Account	
Appropriation \$	2,336,000

1	Solid Waste Management Account Appropriation . . . \$	3,631,000
2	Hazardous Waste Assistance Account	
3	Appropriation \$	3,476,000
4	Air Pollution Control Account Appropriation . . . \$	((16,221,000))
5		<u>16,421,000</u>
6	Oil Spill Administration Account Appropriation . \$	2,939,000
7	Water Right Permit Processing Account	
8	Appropriation \$	750,000
9	Wood Stove Education Account Appropriation . . . \$	1,251,000
10	Air Operating Permit Account Appropriation . . . \$	((4,548,000))
11		<u>4,348,000</u>
12	Freshwater Aquatic Weeds Account Appropriation . \$	((2,047,000))
13		<u>2,497,000</u>
14	Oil Spill Response Account Appropriation \$	7,060,000
15	Metals Mining Account Appropriation \$	300,000
16	Water Pollution Control Revolving Account--State	
17	Appropriation \$	((165,000))
18		<u>192,000</u>
19	Water Pollution Control Revolving Account--Federal	
20	Appropriation \$	((1,419,000))
21		<u>1,553,000</u>
22	TOTAL APPROPRIATION \$	((237,301,000))
23		<u>238,473,000</u>

24 The appropriations in this section are subject to the following
25 conditions and limitations:

26 (1) \$5,933,000 of the general fund--state appropriation is provided
27 solely for the implementation of the Puget Sound water quality
28 management plan. In addition, \$394,000 of the general fund--federal
29 appropriation, \$819,000 of the state toxics control account
30 appropriation, \$3,591,000 of the water quality permit fee account
31 appropriation, and \$2,715,000 of the oil spill administration account
32 appropriation may be used for the implementation of the Puget Sound
33 water quality management plan.

34 (2) \$150,000 of the state toxics control account appropriation and
35 \$150,000 of the local toxics control account appropriation are provided
36 solely for implementing Engrossed Substitute House Bill No. 1810
37 (hazardous substance cleanup). If the bill is not enacted by June 30,
38 1995, the amount provided in this subsection shall lapse.

1 (3) \$581,000 of the general fund--state appropriation, \$170,000 of
2 the air operating permit account appropriation, \$80,000 of the water
3 quality permit account appropriation, and \$63,000 of the state toxics
4 control account appropriation are provided solely for implementing
5 Engrossed Substitute House Bill No. 1010 (regulatory reform). If the
6 bill is not enacted by June 30, 1995, the amount provided in this
7 subsection shall lapse.

8 (4) \$2,000,000 of the state toxics control account appropriation is
9 provided solely for the following purposes:

10 (a) To conduct remedial actions for sites for which there are no
11 potentially liable persons or for which potentially liable persons
12 cannot be found;

13 (b) To provide funding to assist potentially liable persons under
14 RCW 70.105D.070(2)(d)(xi) to pay for the cost of the remedial actions;
15 and

16 (c) To conduct remedial actions for sites for which potentially
17 liable persons have refused to comply with the orders issued by the
18 department under RCW 70.105D.030 requiring the persons to provide the
19 remedial action.

20 (5) \$250,000 of the flood control assistance account is provided
21 solely for a grant or contract to the lead local entity for technical
22 analysis and coordination with the Army Corps of Engineers and local
23 agencies to address the breach in the south jetty at the entrance of
24 Grays Harbor.

25 (6) \$70,000 of the general fund--state appropriation, \$90,000 of
26 the state toxics control account appropriation, and \$55,000 of the air
27 pollution control account appropriation are provided solely to
28 implement Engrossed Substitute House Bill No. 1724 (growth management).
29 If the bill is not enacted by June 30, 1995, the amounts provided in
30 this subsection shall lapse.

31 (7) If Engrossed Substitute House Bill No. 1125 (dam safety
32 inspections), or substantially similar legislation, is not enacted by
33 June 30, 1995, then the department shall not expend any funds
34 appropriated in this section for any regulatory activity authorized
35 under RCW 90.03.350 with respect to hydroelectric facilities which
36 require a license under the federal power act, 16 ASCUS Sec. 791a et
37 seq. If Engrossed Substitute House Bill No. 1125, or substantially
38 similar legislation, is enacted by June 30, 1995, then the department
39 may apply all available funds appropriated under this section for

1 regulatory activity authorized under RCW 90.03.350 for the purposes of
2 inspecting and regulating the safety of dams under the exclusive
3 jurisdiction of the state.

4 (8) \$425,000 of the general fund--state appropriation and \$525,000
5 of the general fund--federal appropriation are provided solely for the
6 Padilla Bay national estuarine research reserve and interpretive
7 center.

8 (9) The water right permit processing account is hereby created in
9 the state treasury. Moneys in the account may be spent only after
10 appropriation. Expenditures from the account may be used solely for
11 water right permit processing and expenses associated with the Yakima
12 adjudication.

13 (10) \$1,298,000 of the general fund--state appropriation, \$188,000
14 of the general fund--federal appropriation, and \$883,000 of the water
15 quality account appropriation are provided solely to coordinate and
16 implement the activities required by the Puget Sound water quality
17 management plan and to perform the powers and duties under chapter
18 90.70 RCW.

19 (~~(12)~~) (11) \$331,000 of the flood control assistance account
20 appropriation is provided solely for the implementation of flood
21 reduction plans. Of this amount, \$250,000 is to implement the Mason
22 county flood reduction plan and \$81,000 is to implement the
23 Chelan/Douglas county flood reduction plan.

24 (~~(13)~~) (12) Within the air pollution control account
25 appropriation, the department shall continue monitoring air quality in
26 the Northport area.

27 (~~(14)~~) (13) \$60,000 of the freshwater aquatic weeds account
28 appropriation is provided solely for a grant to the department of fish
29 and wildlife to control and eradicate purple loosestrife using the most
30 cost-effective methods available, including chemical control where
31 appropriate.

32 (~~(15)~~) (14) Within the funds appropriated in this section, the
33 department shall prepare a report regarding the feasibility of
34 pollution reduction target measures for point source facilities that
35 are based on actual facility outputs rather than technologies used
36 within a facility. In preparing the report the department shall create
37 and seek recommendations from an advisory committee consisting of
38 business, local government, and environmental representatives. The

1 department shall submit the report to the appropriate committees of the
2 legislature by November 30, 1996.

3 ~~((16))~~ (15) \$700,000 of the flood control assistance account
4 appropriation is provided solely for the study and abatement of coastal
5 erosion in the region of Willapa bay, Grays Harbor, and the lower
6 Columbia river.

7 ~~((17))~~ (16) \$5,000,000 of the flood control assistance account
8 appropriation is provided solely for grants to assist local governments
9 in repairing or replacing dikes and levees ~~((damaged in the November
10 1995 and February 1996 flood events))~~ and updating local flood control
11 plans, implementation of local flood control plans, and the development
12 and implementation of public awareness measures.

13 ~~((18))~~ (17) \$500,000 of the local toxics control account
14 appropriation is provided solely to satisfy nonfederal cost-sharing
15 requirements for the Puget Sound confined disposal site feasibility
16 study to be conducted jointly with the United States army corps of
17 engineers. The study will address site design, construction standards,
18 operational requirements, and funding necessary to establish a disposal
19 site for contaminated aquatic sediments.

20 ~~((19))~~ (18) \$1,100,000 of the air pollution control account
21 appropriation is provided solely for grants to local air pollution
22 control authorities to expedite the redesignation of nonattainment
23 areas. These funds shall not be used to supplant existing local
24 funding sources for air pollution control authority programs. Of the
25 amount allocated to the southwest Washington air pollution control
26 authority, \$25,000 is provided solely for the University of Washington
27 to review a study by the southwest air pollution control authority on
28 sources contributing to atmospheric ozone.

29 ~~((20))~~ (19) \$250,000 of the water right permit processing account
30 appropriation is provided solely for additional staff and associated
31 costs to support the Yakima county superior court in adjudicating water
32 rights in the Yakima river basin.

33 ~~((21))~~ (20) \$590,000 of the general fund--state appropriation,
34 \$65,000 of the waste reduction, recycling, and litter control account
35 appropriation, \$65,000 of the state toxics control account
36 appropriation, \$250,000 of the air pollution control account
37 appropriation, and \$130,000 of the water pollution control revolving
38 account--federal appropriation are provided solely for implementation
39 of the department's information integration project.

1 ((+22+)) (21) \$300,000 of the general fund--state appropriation is
2 provided solely for payment of attorneys' fees pursuant to *Rettkowski*
3 *v. Washington*, (cause no. 62718-5).

4 **Sec. 1202.** 1996 c 283 s 302 (uncodified) is amended to read as
5 follows:

6 **FOR THE STATE PARKS AND RECREATION COMMISSION**

7	General Fund--State Appropriation (FY 1996)	\$	18,145,000
8	General Fund--State Appropriation (FY 1997)	\$	((18,202,000))
9			<u>21,602,000</u>
10	General Fund--Federal Appropriation	\$	1,930,000
11	General Fund--Private/Local Appropriation	\$	31,000
12	Winter Recreation Program Account		
13	Appropriation	\$	725,000
14	Off Road Vehicle Account Appropriation	\$	241,000
15	Snowmobile Account Appropriation	\$	2,174,000
16	Aquatic Lands Enhancement Account		
17	Appropriation	\$	313,000
18	Public Safety and Education Account		
19	Appropriation	\$	48,000
20	Industrial Insurance Premium Refund Account		
21	Appropriation	\$	10,000
22	Waste Reduction, Recycling, and Litter Control		
23	Account Appropriation	\$	34,000
24	Water Trail Program Account Appropriation	\$	26,000
25	Parks Renewal and Stewardship Account		
26	Appropriation	\$	((23,893,000))
27			<u>21,493,000</u>
28	TOTAL APPROPRIATION	\$	((65,772,000))
29			<u>66,772,000</u>

30 The appropriations in this section are subject to the following
31 conditions and limitations:

32 (1) \$189,000 of the aquatic lands enhancement account appropriation
33 is provided solely to implement the Puget Sound water quality plan.

34 (2) The general fund--state appropriation and the parks renewal and
35 stewardship account appropriation are provided to maintain full funding
36 and continued operation of all state parks and state parks facilities.

1 (3) \$1,800,000 of the general fund--state appropriation is provided
2 solely for the Washington conservation corps program established under
3 chapter 43.220 RCW.

4 (4) \$3,591,000 of the parks renewal and stewardship account
5 appropriation is provided for the operation of a centralized
6 reservation system, to expand marketing, to enhance concession review,
7 and for other revenue generating activities.

8 ~~((5) \$100,000 of the general fund--state appropriation is provided
9 solely for a state match to local funds to prepare a master plan for
10 Mt. Spokane state park.))~~

11 **Sec. 1203.** 1995 2nd sp.s. c 18 s 306 (uncodified) is amended to
12 read as follows:

13 **FOR THE ENVIRONMENTAL HEARINGS OFFICE**

14	General Fund Appropriation (FY 1996)	\$	715,000
15	General Fund Appropriation (FY 1997)	\$	((713,000))
16			<u>738,000</u>
17	TOTAL APPROPRIATION	\$	((1,428,000))
18			<u>1,453,000</u>

19 **Sec. 1204.** 1996 c 283 s 304 (uncodified) is amended to read as
20 follows:

21 **FOR THE DEPARTMENT OF FISH AND WILDLIFE**

22	General Fund--State Appropriation (FY 1996)	\$	33,187,000
23	General Fund--State Appropriation (FY 1997)	\$	((33,701,000))
24			<u>36,019,000</u>
25	General Fund--Federal Appropriation	\$	((54,098,000))
26			<u>57,578,000</u>
27	General Fund--Private/Local Appropriation	\$	((15,986,000))
28			<u>19,837,000</u>
29	Off Road Vehicle Account Appropriation	\$	476,000
30	Aquatic Lands Enhancement Account		
31	Appropriation	\$	((5,412,000))
32			<u>5,421,000</u>
33	Public Safety and Education Account		
34	Appropriation	\$	590,000
35	Industrial Insurance Premium Refund Account		
36	Appropriation	\$	((156,000))
37			<u>400,000</u>

1	Recreational Fisheries Enhancement Account	
2	Appropriation	\$ 2,217,000
3	Wildlife Account Appropriation	\$ ((50,003,000))
4		<u>50,653,000</u>
5	Special Wildlife Account Appropriation	\$ ((1,884,000))
6		<u>2,634,000</u>
7	Oil Spill Administration Account	
8	Appropriation	\$ 831,000
9	Warm Water Game Fish Account Appropriation	\$ 980,000
10	TOTAL APPROPRIATION	\$ ((199,521,000))
11		<u>210,823,000</u>

12 The appropriations in this section are subject to the following
13 conditions and limitations:

14 (1) \$1,532,000 of the general fund--state appropriation is provided
15 solely to implement the Puget Sound water quality management plan.

16 (2) \$250,000 of the general fund--state appropriation is provided
17 solely for attorney general costs on behalf of the department of
18 fisheries, department of natural resources, department of health, and
19 the state parks and recreation commission in defending the state and
20 public interests in tribal shellfish litigation (*United States v.*
21 *Washington*, subproceeding 89-3). The attorney general costs shall be
22 paid as an interagency reimbursement.

23 (3) \$350,000 of the wildlife account appropriation and \$145,000 of
24 the general fund--state appropriation are provided solely for control
25 and eradication of class B designate weeds on department owned and
26 managed lands. The general fund--state appropriation is provided
27 solely for control of spartina. The department shall use the most
28 cost-effective methods available, including chemical control where
29 appropriate, and report to the appropriate committees of the
30 legislature by January 1, 1997, on control methods, costs, and acres
31 treated during the previous year.

32 (4) \$250,000 of the general fund--state appropriation is provided
33 solely for costs associated with warm water fish production.
34 Expenditure of this amount shall be consistent with the goals
35 established under RCW 77.12.710 for development of a warm water fish
36 program. No portion of this amount may be expended for any type of
37 feasibility study.

1 (5) \$634,000 of the general fund--state appropriation and \$50,000
2 of the wildlife account appropriation are provided solely to implement
3 Engrossed Substitute House Bill No. 1010 (regulatory reform). If the
4 bill is not enacted by June 30, 1995, the amount provided in this
5 subsection shall lapse.

6 (6) \$2,000,000 of the general fund--state appropriation is provided
7 solely for implementation of Second Substitute Senate Bill No. 5157
8 (mass marking), chapter 372, Laws of 1995, under the following
9 conditions:

10 (a) If, by October 1, 1995, the state reaches agreement with Canada
11 on a marking and detection program, implementation will begin with the
12 1994 Puget Sound brood coho.

13 (b) If, by October 1, 1995, the state does not reach agreement with
14 Canada on a marking and detection program, a pilot project shall be
15 conducted with 1994 Puget Sound brood coho.

16 (c) Full implementation will begin with the 1995 brood coho.

17 (d) \$700,000 of the department's equipment funding and \$300,000 of
18 the department's administration funding will be redirected toward
19 implementation of Second Substitute Senate Bill No. 5157 during the
20 1995-97 biennium.

21 (7) The department shall request a reclassification study be
22 conducted by the personnel resources board for hatchery staff. Any
23 implementation of the study, if approved by the board, shall be
24 pursuant to section 911 of this act.

25 (8) Within the appropriations in this section, the department shall
26 maintain the Issaquah hatchery at the current 1993-95 operational
27 level.

28 (9) \$140,000 of the wildlife account appropriation is provided
29 solely for a cooperative effort with the department of agriculture for
30 research and eradication of purple loosestrife on state lands. The
31 department shall use the most cost-effective methods available,
32 including chemical control where appropriate, and report to the
33 appropriate committees of the legislature by January 1, 1997, on
34 control methods, costs, and acres treated during the previous year.

35 (10) \$110,000 of the aquatic lands enhancement account
36 appropriation may be used for publishing a brochure concerning
37 hydraulic permit application requirements for the control of spartina
38 and purple loosestrife.

1 (11) \$530,000 of the general fund--state appropriation is provided
2 solely for providing technical assistance to landowners and for
3 reviewing plans submitted to the state pursuant to the forest practices
4 board's proposed rules for the northern spotted owl. If the rules are
5 not adopted by September 1, 1996, the amount provided in this
6 subsection shall lapse.

7 (12) \$145,000 of the general fund--state appropriation is provided
8 solely for the fish and wildlife commission to support additional
9 commission meetings, briefings, and other activities necessary to
10 ensure effective implementation of Referendum No. 45 during the 1995-97
11 biennium.

12 (13) \$980,000 of the warm water game fish account appropriation is
13 provided solely for implementation of the warm water game fish
14 enhancement program pursuant to Fourth Substitute Senate Bill No. 5159.
15 If the bill or substantially similar legislation is not enacted by June
16 30, 1996, the amount provided in this subsection shall lapse.

17 (14) \$15,000 of the fiscal year 1997 general fund--state
18 appropriation and \$85,000 of the wildlife account appropriation are
19 provided solely for the payment of claims during fiscal year 1997
20 arising from damages to crops by wildlife, pursuant to Second
21 Substitute Senate Bill No. 6146 (wildlife claims). If the bill is not
22 enacted by June 30, 1996, the amounts provided in this subsection shall
23 lapse.

24 (15) ~~\$(813,000))~~ 1,319,000 of the general fund--state
25 appropriation is provided solely to operate Columbia river fish
26 hatcheries for which federal funding has been reduced.

27 (16) \$1,438,000 of the fiscal year 1997 general fund--state
28 appropriation is provided solely for the emergency feeding of deer and
29 elk that may be starving and that are posing a risk to private property
30 due to severe winter conditions during the winter of 1996-97.

31 (17) Up to \$400,000 of the wildlife account appropriation may be
32 expended for unanticipated unemployment compensation costs to the
33 extent that additional revenues are realized from audits of license
34 vendors.

35 **Sec. 1205.** 1996 c 283 s 305 (uncodified) is amended to read as
36 follows:

37 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

38 General Fund--State Appropriation (FY 1996) . . . \$ 20,325,000

1	General Fund--State Appropriation (FY 1997)	\$	((20,424,000))
2			<u>28,739,000</u>
3	General Fund--Federal Appropriation	\$	3,024,000
4	General Fund--Private/Local Appropriation	\$	414,000
5	Forest Development Account Appropriation	\$	41,608,000
6	Off Road Vehicle Account Appropriation	\$	3,074,000
7	Surveys and Maps Account Appropriation	\$	1,788,000
8	Aquatic Lands Enhancement Account Appropriation	\$	2,512,000
9	Resource Management Cost Account Appropriation	\$	11,624,000
10	Waste Reduction, Recycling, and Litter Control		
11	Account Appropriation	\$	440,000
12	Surface Mining Reclamation Account		
13	Appropriation	\$	1,273,000
14	Wildlife Account Appropriation	\$	1,300,000
15	Water Quality Account Appropriation	\$	6,000,000
16	Aquatic Land Dredged Material Disposal Site		
17	Account Appropriation	\$	734,000
18	Natural Resources Conservation Areas Stewardship		
19	Account Appropriation	\$	1,003,000
20	Air Pollution Control Account Appropriation	\$	921,000
21	Watershed Restoration Account Appropriation	\$	1,600,000
22	Metals Mining Account Appropriation	\$	41,000
23	Industrial Insurance Premium Refund Account		
24	Appropriation	\$	62,000
25	TOTAL APPROPRIATION	\$	((118,167,000))
26			<u>126,482,000</u>

27 The appropriations in this section are subject to the following
28 conditions and limitations:

29 (1) \$((7,998,000)) 12,113,000 of the general fund--state
30 appropriation is provided solely for the emergency fire suppression
31 subprogram.

32 (2) \$36,000 of the general fund--state appropriations is provided
33 solely for the implementation of the Puget Sound water quality
34 management plan. In addition, \$957,000 of the aquatics lands
35 enhancement account is provided for the implementation of the Puget
36 Sound water quality management plan.

37 (3) \$450,000 of the resource management cost account appropriation
38 is provided solely for the control and eradication of class B designate

1 weeds on state lands. The department shall use the most cost-effective
2 methods available, including chemical control where appropriate, and
3 report to the appropriate committees of the legislature by January 1,
4 1997, on control methods, costs, and acres treated during the previous
5 year.

6 (4) \$22,000 of the general fund--state appropriation is provided
7 solely to implement Substitute House Bill No. 1437 (amateur radio
8 repeater sites). If the bill is not enacted by June 30, 1995, the
9 amount provided in this subsection shall lapse.

10 (5) \$49,000 of the air pollution control account appropriation is
11 provided solely to implement Substitute House Bill No. 1287
12 (silvicultural burning). If the bill is not enacted by June 30, 1995,
13 the amount provided in this subsection shall lapse.

14 (6) \$290,000 of the general fund--state appropriation, \$10,000 of
15 the surface mining reclamation account appropriation, and \$29,000 of
16 the air pollution control account appropriation are provided solely to
17 implement Engrossed Substitute House Bill No. 1010 (regulatory reform).
18 If this bill is not enacted by June 30, 1995, the amounts provided in
19 this subsection shall lapse.

20 (7) By September 30, 1995, the agency shall report to the
21 appropriate fiscal committees of the legislature on fire suppression
22 costs incurred during the 1993-95 biennium. The report shall provide
23 the following information: (a) An object breakdown of costs for the
24 1993-95 fire suppression subprogram; (b) the amount of reimbursement
25 provided for personnel, services, and equipment outside the agency; (c)
26 FTE levels and salary amounts by fund of positions backfilled as a
27 result of the fires; (d) overtime costs paid to agency personnel; (e)
28 equipment replacement costs, and (f) final allocation of costs for the
29 Hatchery and Tye fires between the United States forest service, local
30 governments, and the state.

31 (8) By December 1, 1995, the department shall report to the house
32 committee on natural resources and the senate committee on natural
33 resources on measures taken to improve the health of the Loomis state
34 forest.

35 (9) \$13,000 of the general fund--state appropriation is provided
36 solely to pay a portion of the rent charged to nonprofit television
37 reception improvement districts pursuant to chapter 294, Laws of 1994.

38 (10) \$1,200,000 of the general fund--state appropriation is
39 provided solely for cooperative monitoring, evaluation, and research

1 projects related to implementation of the timber-fish-wildlife
2 agreement.

3 (11) Up to \$572,000 of the general fund--state appropriation may be
4 expended for the natural heritage program.

5 (12) \$13,600,000 of which \$1,600,000 is from the watershed
6 restoration account appropriation, \$1,300,000 is from the wildlife
7 account appropriation, \$2,500,000 is from the resource management cost
8 account appropriation, \$500,000 is from the forest development account
9 appropriation, \$6,000,000 is from the water quality account
10 appropriation, and \$1,700,000 is from the general fund--federal
11 appropriation, is provided solely for the jobs in the environment
12 program and/or the watershed restoration partnership program.

13 (a) These funds shall be used to:

14 (i) Restore and protect watersheds in accordance with priorities
15 established to benefit fish stocks in critical or depressed condition
16 as determined by the watershed coordinating council;

17 (ii) Conduct watershed restoration and protection projects
18 primarily on state lands in coordination with federal, local, tribal,
19 and private sector efforts; and

20 (iii) Create market wage jobs in environmental restoration for
21 displaced natural resource impact area workers, as defined under Second
22 Substitute Senate Bill No. 5342 (rural natural resource impact areas).

23 (b) Except as provided in subsection (c) of this section, these
24 amounts are solely for projects jointly selected by the department of
25 natural resources and the department of fish and wildlife. Funds may
26 be expended for planning, design, and engineering for projects that
27 restore and protect priority watersheds identified by the watershed
28 coordinating council and conform to priorities for fish stock recovery
29 developed through watershed analysis conducted by the department of
30 natural resources and the department of fish and wildlife. Funds
31 expended shall be used for specific projects and not for on-going
32 operational costs. Eligible projects include, but are not limited to,
33 closure or improvement of forest roads, repair of culverts, clean-up of
34 stream beds, removal of fish barriers, installation of fish screens,
35 fencing of streams, and construction and planting of fish cover.

36 (c) The department of natural resources and the department of fish
37 and wildlife, in consultation with the watershed coordinating council,
38 the office of financial management, and other appropriate agencies,
39 shall report to the appropriate committees of the legislature on

1 January 1, 1996, and annually thereafter, on any expenditures made from
2 these amounts and a plan for future use of the moneys provided in this
3 subsection. The plan shall include a prioritized list of watersheds
4 and future watershed projects. The plan shall also consider future
5 funding needs, the availability of federal funding, and the integration
6 and coordination of existing watershed and protection programs.

7 (d) All projects shall be consistent with any development
8 regulations or comprehensive plans adopted under the growth management
9 act for the project areas. No funds shall be expended to acquire land
10 through condemnation.

11 (e) Funds from the wildlife account appropriation shall be
12 available only to the extent that the department of fish and wildlife
13 sells surplus property.

14 (f) Funds from the resource management cost account appropriation
15 shall only be used for projects on trust lands. Funds from the forest
16 development account shall only be used for projects on county forest
17 board lands.

18 (g) Projects under contract as of June 1, 1995 will be given first
19 priority.

20 (13) \$3,662,000 of the forest development account appropriation is
21 provided solely to prepare forest board lands for harvest. To the
22 extent possible, the department shall use funds provided in this
23 subsection to hire unemployed timber workers to perform silviculture
24 activities, address forest health concerns, and repair damages on these
25 lands.

26 (14) \$375,000 of the water quality account appropriation is
27 provided solely for a grant to the department of ecology for continuing
28 the Washington conservation corps program in fiscal year 1997.

29 (15) \$1,306,000 of the resource management cost account
30 appropriation is provided solely for forest-health related management
31 activities at the Loomis state forest.

32 (16) \$363,000 of the natural resources conservation areas
33 stewardship account appropriation is provided solely for site-based
34 management of state-owned natural area preserves and natural resource
35 conservation areas.

36 **Sec. 1206.** 1996 c 283 s 306 (uncodified) is amended to read as
37 follows:

38 **FOR THE DEPARTMENT OF AGRICULTURE**

PART XIII
TRANSPORTATION

1 **Sec. 1301.** 1996 c 283 s 402 (uncodified) is amended to read as
2 follows:

3 **FOR THE STATE PATROL**

6	General Fund--State Appropriation (FY 1996) . . . \$	8,011,000
7	General Fund--State Appropriation (FY 1997) . . . \$	((11,232,000))
8		<u>12,321,000</u>
9	General Fund--Federal Appropriation \$	((1,035,000))
10		<u>1,650,000</u>
11	General Fund--Private/Local Appropriation \$	((254,000))
12		<u>271,000</u>
13	Public Safety and Education Account	
14	Appropriation \$	4,492,000
15	County Criminal Justice Assistance	
16	Appropriation \$	3,572,000
17	Municipal Criminal Justice Assistance Account	
18	Appropriation \$	1,430,000
19	Fire Services Trust Account Appropriation \$	90,000
20	Fire Services Training Account Appropriation . . \$	1,740,000
21	State Toxics Control Account Appropriation . . . \$	425,000
22	Violence Reduction and Drug Enforcement	
23	Account Appropriation \$	2,133,000
24	TOTAL APPROPRIATION \$	((34,414,000))
25		<u>36,135,000</u>

26 The appropriations in this section are subject to the following
27 conditions and limitations:

28 (1) Expenditures from the nonappropriated fingerprint
29 identification account for the automation of pre-employment background
30 checks for public and private employers and background checks for
31 firearms dealers and firearm purchasers are subject to office of
32 financial management approval of a completed feasibility study.

33 (2) Expenditures from the county criminal justice assistance
34 account appropriation and municipal criminal justice assistance account

1 appropriation in this section shall be expended solely for enhancements
2 to crime lab services.

3 (3) The Washington state patrol shall report to the department of
4 information services and office of financial management by October 30,
5 1995, on the implementation and financing plan for the state-wide
6 integrated narcotics system.

7 (4) \$300,000 of the violence reduction and drug enforcement account
8 appropriation is provided solely for enhancements to the organized
9 crime intelligence unit.

10 (5) \$813,000 of the general fund--state fiscal year 1996
11 appropriation and \$((~~3,247,000~~)) 4,336,000 of the general fund--state
12 fiscal year 1997 appropriation are provided solely for the
13 implementation of Second Substitute Senate Bill No. 6272 (background
14 checks for school employees). If the bill is not enacted by June 30,
15 1996, the amounts provided in this subsection shall lapse.
16 Expenditures of the amounts specified in this subsection shall be
17 expended at the following rate: As the state patrol initiates the
18 fingerprint process on a school employee, sixty-six dollars shall be
19 transferred from the amounts specified in this subsection into the
20 fingerprint identification account. Upon completion of the background
21 check, seven dollars of this amount shall be transferred by the state
22 patrol to the superintendent of public instruction for final
23 disposition of the records check.

24 (End of part)

PART XIV
EDUCATION

Sec. 1401. 1996 c 283 s 501 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR STATE ADMINISTRATION

General Fund--State Appropriation (FY 1996) . . .	\$	18,421,000
General Fund--State Appropriation (FY 1997) . . .	\$	((37,689,000))
		<u>40,014,000</u>
General Fund--Federal Appropriation	\$	39,791,000
Health Services Account Appropriation	\$	850,000
Public Safety and Education Account		
Appropriation	\$	3,138,000
Violence Reduction and Drug Enforcement Account		
Appropriation	\$	3,122,000
TOTAL APPROPRIATION	\$	((103,011,000))
		<u>105,336,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) AGENCY OPERATIONS

(a) \$770,000 of the general fund--state appropriation is provided solely for the operation and expenses of the state board of education, including basic education assistance activities.

(b) \$659,000 of the general fund--state appropriation is provided solely for investigation activities of the office of professional practices.

(c) \$1,700,000 of the general fund--state appropriation is provided solely to reprogram computer applications for collecting and processing school fiscal, personnel, and student data and for calculating apportionment payments and to upgrade agency computer hardware. A maximum of \$600,000 of this amount shall be used for computer hardware.

By December 15, 1995, and before implementation of a new state-wide data system, the superintendent shall present a plan to the house of representatives and senate education and fiscal committees which identifies state data base uses that could involve potentially sensitive data on students and parents. The plan shall detail methods

1 that the superintendent shall employ internally and recommend to school
2 organizations to insure integrity and proper use of data in any student
3 data base, with particular attention to eliminating unnecessary and
4 intrusive data about nonschool related information.

5 (d) \$338,000 of the public safety and education account
6 appropriation is provided solely for administration of the traffic
7 safety education program, including in-service training related to
8 instruction in the risks of driving while under the influence of
9 alcohol and other drugs.

10 (e) The superintendent of public instruction shall develop
11 standards and rules for disposal of surplus technology equipment
12 accounting for proper depreciation and maximum benefit to the district
13 from the disposal.

14 (2) STATE-WIDE PROGRAMS

15 (a) \$2,174,000 of the general fund--state appropriation is provided
16 for in-service training and educational programs conducted by the
17 Pacific Science Center.

18 (b) \$63,000 of the general fund--state appropriation is provided
19 for operation of the Cispus environmental learning center.

20 (c) \$2,654,000 of the general fund--state appropriation is provided
21 for educational centers, including state support activities.

22 (d) \$3,093,000 of the general fund--state appropriation is provided
23 for grants for magnet schools to be distributed as recommended by the
24 superintendent of public instruction pursuant to chapter 232, section
25 516(13), Laws of 1992.

26 (e) \$4,370,000 of the general fund--state appropriation is provided
27 for complex need grants. Grants shall be provided according to funding
28 ratios established in LEAP Document 30C as developed on May 21, 1995,
29 at 23:46 hours.

30 (f) \$3,050,000 of the drug enforcement and education account
31 appropriation and \$2,800,000 of the public safety and education account
32 appropriation are provided solely for matching grants to enhance
33 security in schools. Not more than seventy-five percent of a
34 district's total expenditures for school security in any school year
35 may be paid from a grant under this subsection. The grants shall be
36 expended solely for the costs of employing or contracting for building
37 security monitors in schools during school hours and school events. Of
38 the amount provided in this subsection, at least \$2,850,000 shall be
39 spent for grants to districts that, during the 1988-89 school year,

1 employed or contracted for security monitors in schools during school
2 hours. However, these grants may be used only for increases in school
3 district expenditures for school security over expenditure levels for
4 the 1988-89 school year.

5 (g) Districts receiving allocations from subsections (2) (d) and
6 (e) of this section shall submit an annual report to the superintendent
7 of public instruction on the use of all district resources to address
8 the educational needs of at-risk students in each school building. The
9 superintendent of public instruction shall make copies of the reports
10 available to the office of financial management and the legislature.

11 (h) \$500,000 of the general fund--federal appropriation is provided
12 for plan development and coordination as required by the federal goals
13 2000: Educate America Act. The superintendent shall collaborate with
14 the commission on student learning for the plan development and
15 coordination and submit quarterly reports on the plan development to
16 the education committees of the legislature.

17 (i) \$850,000 of the health services account appropriation is
18 provided solely for media productions by students to focus on issues
19 and consequences of teenage pregnancy and child rearing. The projects
20 shall be consistent with the provisions of Engrossed Second Substitute
21 House Bill No. 2798 as passed by the 1994 legislature, including a
22 local/private or public sector match equal to fifty percent of the
23 state grant; and shall be awarded to schools or consortia not granted
24 funds in 1993-94. \$450,000 of this amount is for costs of new projects
25 not funded in the 1995-96 school year.

26 (j) \$7,000 of the general fund--state appropriation is provided to
27 the state board of education to establish teacher competencies in the
28 instruction of braille to legally blind and visually impaired students.

29 (k) \$50,000 of the general fund--state appropriation is provided
30 solely for matching grants to school districts for analysis of budgets
31 for classroom-related activities as specified in chapter 230, Laws of
32 1995.

33 (l) \$3,050,000 of the general fund--state appropriation is provided
34 solely to implement Engrossed Second Substitute Senate Bill No. 5439
35 (nonoffender at-risk youth). Of that amount, \$50,000 is provided for
36 a contract in fiscal year 1996 to the Washington state institute for
37 public policy to conduct an evaluation and review as outlined in
38 section 81 of Engrossed Second Substitute Senate Bill No. 5439.

1 Allocation of the remaining amount shall be based on the number of
2 petitions filed in each district.

3 (m) \$300,000 of the general fund--state appropriation is provided
4 for alcohol and drug prevention programs pursuant to RCW 66.08.180.

5 (n) \$1,500,000 of the general fund--state appropriation is provided
6 for implementation of Engrossed Second Substitute House Bill No. 2909
7 (reading literacy). Of this amount: (i) \$100,000 is for the center
8 for the improvement of student learning's activities related to
9 identifying effective reading programs, providing information on
10 effective reading programs, and developing training programs for
11 educators on effective reading instruction and assessment; (ii)
12 \$500,000 is for grants as specified in section 2 of the bill to provide
13 incentives for the use of the effective reading programs; and (iii)
14 \$900,000 is for reading instruction and reading assessment training
15 programs for educators as specified in section 3 of the bill.

16 (o) \$5,000,000 of the general fund--state appropriation is provided
17 to update high-technology vocational education equipment in the 1996-97
18 school year. Of this amount, \$303,000 shall be allocated to skill
19 centers. The superintendent shall allocate the remaining funds at a
20 maximum rate of \$91.46 per full-time equivalent vocational education
21 student excluding skill center students. The funds shall be allocated
22 prior to June 30, 1997.

23 (p) \$10,000,000 of the general fund--state appropriation is
24 provided solely for technology grants to school districts and for per
25 diem and travel costs of the technology education committee for school
26 years 1995-96 and 1996-97. A district is eligible for a grant if it
27 either has ongoing programs emphasizing specific approaches to learning
28 assisted by technology or it is identified by the center for the
29 improvement of student learning based on best practices; and

30 (i) The district is part of a consortium, of at least two school
31 districts, formed to pool resources to maximize technology related
32 acquisitions, to start up new programs or new staff development, and to
33 share advantages of the consortium with other districts;

34 (ii) The district will match state funds, on an equal value basis,
35 with a combination of:

36 (A) Contributions through partnerships with technology companies,
37 educational service districts, institutions of higher education,
38 community and technical colleges, or any other organization with
39 expertise in applications of technology to learning which are willing

1 to assist school districts in applying technology to the learning
2 process through in-kind assistance; and

3 (B) School district funds; and

4 (iii) The district has plans and means for evaluating the
5 improvement in student learning resulting from the technology-based
6 strategies of the district.

7 To the extent that funds are available, school districts that meet
8 the criteria of this subsection shall be provided grants under this
9 subsection in the order they are prioritized by the technology
10 education committee and for no more than \$600 per student in the
11 proposed program.

12 The superintendent of public instruction shall appoint a technology
13 education committee to develop an application and review process for
14 awarding the technology grants established in this subsection. The
15 committee shall be appointed by the superintendent and shall consist of
16 five representatives from technology companies, five technology
17 coordinators representing educational service districts, and five
18 school district representatives. Committee members shall serve without
19 additional compensation but shall be eligible for per diem and mileage
20 allowances pursuant to RCW 43.03.050 and 43.03.060. The superintendent
21 shall award the first round of technology grants based on the
22 recommendation of the technology education committee by July 1, 1996.
23 No more than fifty percent of funds provided in this appropriation
24 shall be allocated in the first round of awards.

25 (q) \$2,000,000 of the general fund--state appropriation is provided
26 for start-up grants to establish alternative programs for students who
27 have been truant, suspended, or expelled or are subject to other
28 disciplinary actions in accordance with section 10 of Substitute House
29 Bill No. 2640 (changing truancy provisions).

30 (r) \$50,000 of the general fund--state appropriation is provided
31 solely for allocation to the primary coordinators of the state
32 geographic alliance for the purpose of improving the teaching of
33 geography in the common school system.

34 (s) \$100,000 of the general fund--state appropriation is provided
35 solely for a contract for a feasibility analysis and implementation
36 plan to provide the resources of a skill center for students in the
37 area served by the north central educational service district.

38 (t) \$1,000,000 of the general fund--state appropriation is provided
39 for conflict resolution and anger management training.

1 (u) \$2,325,000 of the general fund--state appropriation is provided
2 solely for allocation to the north central Washington skills center for
3 payment of long-term leases, remodeling, equipment, supplies, and
4 materials.

5 **Sec. 1402.** 1996 c 283 s 502 (uncodified) is amended to read as
6 follows:

7 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL APPORTIONMENT**
8 **(BASIC EDUCATION)**

9	General Fund Appropriation (FY 1996)	. . . . .	\$	3,166,013,000
10	General Fund Appropriation (FY 1997)	. . . . .	\$	((3,261,992,000))
11				<u>3,253,778,000</u>
12	TOTAL APPROPRIATION	. . . . .	\$	((6,428,005,000))
13				<u>6,419,791,000</u>

14 The appropriations in this section are subject to the following
15 conditions and limitations:

16 (1) The appropriation includes such funds as are necessary for the
17 remaining months of the 1994-95 school year.

18 (2) Allocations for certificated staff salaries for the 1995-96 and
19 1996-97 school years shall be determined using formula-generated staff
20 units calculated pursuant to this subsection. Staff allocations for
21 small school enrollments in (d) through (f) of this subsection shall be
22 reduced for vocational full-time equivalent enrollments. Staff
23 allocations for small school enrollments in grades K-6 shall be the
24 greater of that generated under (a) of this subsection, or under (d)
25 and (e) of this subsection. Certificated staffing allocations shall be
26 as follows:

27 (a) On the basis of each 1,000 average annual full-time equivalent
28 enrollments, excluding full-time equivalent enrollment otherwise
29 recognized for certificated staff unit allocations under (c) through
30 (f) of this subsection:

31 (i) Four certificated administrative staff units per thousand full-
32 time equivalent students in grades K-12;

33 (ii) 49 certificated instructional staff units per thousand full-
34 time equivalent students in grades K-3; and

35 (iii) An additional 5.3 certificated instructional staff units for
36 grades K-3. Any funds allocated for these additional certificated
37 units shall not be considered as basic education funding;

1 (A) Funds provided under this subsection (2)(a)(iii) in excess of
2 the amount required to maintain the statutory minimum ratio established
3 under RCW 28A.150.260(2)(b) shall be allocated only if the district
4 documents an actual ratio equal to or greater than 54.3 certificated
5 instructional staff per thousand full-time equivalent students in
6 grades K-3. For any school district documenting a lower certificated
7 instructional staff ratio, the allocation shall be based on the
8 district's actual grades K-3 certificated instructional staff ratio
9 achieved in that school year, or the statutory minimum ratio
10 established under RCW 28A.150.260(2)(b), if greater;

11 (B) Districts at or above 51.0 certificated instructional staff per
12 one thousand full-time equivalent students in grades K-3 may dedicate
13 up to 1.3 of the 54.3 funding ratio to employ additional classified
14 instructional assistants assigned to basic education classrooms in
15 grades K-3. For purposes of documenting a district's staff ratio under
16 this section, funds used by the district to employ additional
17 classified instructional assistants shall be converted to a
18 certificated staff equivalent and added to the district's actual
19 certificated instructional staff ratio. Additional classified
20 instructional assistants, for the purposes of this subsection, shall be
21 determined using the 1989-90 school year as the base year;

22 (C) Any district maintaining a ratio equal to or greater than 54.3
23 certificated instructional staff per thousand full-time equivalent
24 students in grades K-3 may use allocations generated under this
25 subsection (2)(a)(iii) in excess of that required to maintain the
26 minimum ratio established under RCW 28A.150.260(2)(b) to employ
27 additional basic education certificated instructional staff or
28 classified instructional assistants in grades 4-6. Funds allocated
29 under this subsection (2)(a)(iii) shall only be expended to reduce
30 class size in grades K-6. No more than 1.3 of the certificated
31 instructional funding ratio amount may be expended for provision of
32 classified instructional assistants; and

33 (iv) Forty-six certificated instructional staff units per thousand
34 full-time equivalent students in grades 4-12; and

35 (b) For school districts with a minimum enrollment of 250 full-time
36 equivalent students whose full-time equivalent student enrollment count
37 in a given month exceeds the first of the month full-time equivalent
38 enrollment count by 5 percent, an additional state allocation of 110
39 percent of the share that such increased enrollment would have

1 generated had such additional full-time equivalent students been
2 included in the normal enrollment count for that particular month;

3 (c) On the basis of full-time equivalent enrollment in:

4 (i) Vocational education programs approved by the superintendent of
5 public instruction, 0.92 certificated instructional staff units and
6 0.08 certificated administrative staff units for each 18.3 full-time
7 equivalent vocational students;

8 (ii) Skills center programs approved by the superintendent of
9 public instruction, 0.92 certificated instructional staff units and
10 0.08 certificated administrative units for each 16.67 full-time
11 equivalent vocational students; and

12 (iii) Indirect cost charges to vocational-secondary programs shall
13 not exceed 10 percent;

14 (d) For districts enrolling not more than twenty-five average
15 annual full-time equivalent students in grades K-8, and for small
16 school plants within any school district which have been judged to be
17 remote and necessary by the state board of education and enroll not
18 more than twenty-five average annual full-time equivalent students in
19 grades K-8:

20 (i) For those enrolling no students in grades seven and eight, 1.76
21 certificated instructional staff units and 0.24 certificated
22 administrative staff units for enrollment of not more than five
23 students, plus one-twentieth of a certificated instructional staff unit
24 for each additional student enrolled; and

25 (ii) For those enrolling students in grades 7 or 8, 1.68
26 certificated instructional staff units and 0.32 certificated
27 administrative staff units for enrollment of not more than five
28 students, plus one-tenth of a certificated instructional staff unit for
29 each additional student enrolled;

30 (e) For specified enrollments in districts enrolling more than
31 twenty-five but not more than one hundred average annual full-time
32 equivalent students in grades K-8, and for small school plants within
33 any school district which enroll more than twenty-five average annual
34 full-time equivalent students in grades K-8 and have been judged to be
35 remote and necessary by the state board of education:

36 (i) For enrollment of up to sixty annual average full-time
37 equivalent students in grades K-6, 2.76 certificated instructional
38 staff units and 0.24 certificated administrative staff units; and

1 (ii) For enrollment of up to twenty annual average full-time
2 equivalent students in grades 7 and 8, 0.92 certificated instructional
3 staff units and 0.08 certificated administrative staff units;

4 (f) For districts operating no more than two high schools with
5 enrollments of less than three hundred average annual full-time
6 equivalent students, for enrollment in grades 9-12 in each such school,
7 other than alternative schools:

8 (i) For remote and necessary schools enrolling students in any
9 grades 9-12 but no more than twenty-five average annual full-time
10 equivalent students in grades K-12, four and one-half certificated
11 instructional staff units and one-quarter of a certificated
12 administrative staff unit;

13 (ii) For all other small high schools under this subsection, nine
14 certificated instructional staff units and one-half of a certificated
15 administrative staff unit for the first sixty average annual full time
16 equivalent students, and additional staff units based on a ratio of
17 0.8732 certificated instructional staff units and 0.1268 certificated
18 administrative staff units per each additional forty-three and one-half
19 average annual full time equivalent students.

20 Units calculated under (f)(ii) of this subsection shall be reduced
21 by certificated staff units at the rate of forty-six certificated
22 instructional staff units and four certificated administrative staff
23 units per thousand vocational full-time equivalent students.

24 (g) For each nonhigh school district having an enrollment of more
25 than seventy annual average full-time equivalent students and less than
26 one hundred eighty students, operating a grades K-8 program or a grades
27 1-8 program, an additional one-half of a certificated instructional
28 staff unit;

29 (h) For each nonhigh school district having an enrollment of more
30 than fifty annual average full-time equivalent students and less than
31 one hundred eighty students, operating a grades K-6 program or a grades
32 1-6 program, an additional one-half of a certificated instructional
33 staff unit.

34 (3) Allocations for classified salaries for the 1995-96 and 1996-97
35 school years shall be calculated using formula-generated classified
36 staff units determined as follows:

37 (a) For enrollments generating certificated staff unit allocations
38 under subsection (2) (d) through (h) of this section, one classified

1 staff unit for each three certificated staff units allocated under such
2 subsections;

3 (b) For all other enrollment in grades K-12, including vocational
4 full-time equivalent enrollments, one classified staff unit for each
5 sixty average annual full-time equivalent students; and

6 (c) For each nonhigh school district with an enrollment of more
7 than fifty annual average full-time equivalent students and less than
8 one hundred eighty students, an additional one-half of a classified
9 staff unit.

10 (4) Fringe benefit allocations shall be calculated at a rate of
11 20.71 percent in the 1995-96 school year and 20.71 percent in the 1996-
12 97 school year of certificated salary allocations provided under
13 subsection (2) of this section, and a rate of 18.77 percent in the
14 1995-96 school year and 18.77 percent in the 1996-97 school year of
15 classified salary allocations provided under subsection (3) of this
16 section.

17 (5) Insurance benefit allocations shall be calculated at the rates
18 specified in section 504(2) of this act, based on the number of benefit
19 units determined as follows:

20 (a) The number of certificated staff units determined in subsection
21 (2) of this section; and

22 (b) The number of classified staff units determined in subsection
23 (3) of this section multiplied by 1.152. This factor is intended to
24 adjust allocations so that, for the purposes of distributing insurance
25 benefits, full-time equivalent classified employees may be calculated
26 on the basis of 1440 hours of work per year, with no individual
27 employee counted as more than one full-time equivalent;

28 (6)(a) For nonemployee-related costs associated with each
29 certificated staff unit allocated under subsection (2)(a), (b), and (d)
30 through (h) of this section, there shall be provided a maximum of
31 \$7,656 per certificated staff unit in the 1995-96 school year and a
32 maximum of \$7,786 per certificated staff unit in the 1996-97 school
33 year.

34 (b) For nonemployee-related costs associated with each vocational
35 certificated staff unit allocated under subsection (2)(c) of this
36 section, there shall be provided a maximum of \$14,587 per certificated
37 staff unit in the 1995-96 school year and a maximum of \$14,835 per
38 certificated staff unit in the 1996-97 school year.

1 (7) Allocations for substitute costs for classroom teachers shall
2 be distributed at a maximum rate of \$341 for the 1995-96 school year
3 and \$341 per year for the 1996-97 school year per allocated classroom
4 teacher excluding salary adjustments made in section 504 of this act.
5 Solely for the purposes of this subsection, allocated classroom
6 teachers shall be equal to the number of certificated instructional
7 staff units allocated under subsection (2) of this section, multiplied
8 by the ratio between the number of actual basic education certificated
9 teachers and the number of actual basic education certificated
10 instructional staff reported state-wide for the 1994-95 school year.

11 (8) Any school district board of directors may petition the
12 superintendent of public instruction by submission of a resolution
13 adopted in a public meeting to reduce or delay any portion of its basic
14 education allocation for any school year. The superintendent of public
15 instruction shall approve such reduction or delay if it does not impair
16 the district's financial condition. Any delay shall not be for more
17 than two school years. Any reduction or delay shall have no impact on
18 levy authority pursuant to RCW 84.52.0531 and local effort assistance
19 pursuant to chapter 28A.500 RCW.

20 (9) The superintendent may distribute a maximum of \$5,820,000
21 outside the basic education formula during fiscal years 1996 and 1997
22 as follows:

23 (a) For fire protection for school districts located in a fire
24 protection district as now or hereafter established pursuant to chapter
25 52.04 RCW, a maximum of \$431,000 may be expended in fiscal year 1996
26 and a maximum of \$444,000 may be expended in fiscal year 1997;

27 (b) For summer vocational programs at skills centers, a maximum of
28 \$1,938,000 may be expended in fiscal year 1996 and a maximum of
29 \$1,948,000 may be expended in fiscal year 1997;

30 (c) A maximum of \$309,000 may be expended for school district
31 emergencies; and

32 (d) A maximum of \$250,000 may be expended for fiscal year 1996 and
33 a maximum of \$500,000 may be expended for fiscal year 1997 for programs
34 providing skills training for secondary students who are at risk of
35 academic failure or who have dropped out of school and are enrolled in
36 the extended day school-to-work programs, as approved by the
37 superintendent of public instruction. The funds shall be allocated at
38 a rate not to exceed \$500 per full-time equivalent student enrolled in
39 those programs.

1 (10) For the purposes of RCW 84.52.0531, the increase per full-time
2 equivalent student in state basic education appropriations provided
3 under this act, including appropriations for salary and benefits
4 increases, is 2.2 percent from the 1994-95 school year to the 1995-96
5 school year, and 1.3 percent from the 1995-96 school year to the
6 1996-97 school year.

7 (11) If two or more school districts consolidate and each district
8 was receiving additional basic education formula staff units pursuant
9 to subsection (2) (b) through (h) of this section, the following shall
10 apply:

11 (a) For three school years following consolidation, the number of
12 basic education formula staff units shall not be less than the number
13 of basic education formula staff units received by the districts in the
14 school year prior to the consolidation; and

15 (b) For the fourth through eighth school years following
16 consolidation, the difference between the basic education formula staff
17 units received by the districts for the school year prior to
18 consolidation and the basic education formula staff units after
19 consolidation pursuant to subsection (2) (a) through (h) of this
20 section shall be reduced in increments of twenty percent per year.

21 **Sec. 1403.** 1996 c 283 s 504 (uncodified) is amended to read as
22 follows:

23 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL EMPLOYEE**
24 **COMPENSATION ADJUSTMENTS**

25	General Fund Appropriation (FY 1996)	. . . . . \$	96,201,000
26	General Fund Appropriation (FY 1997)	. . . . . \$	((122,763,000))
27			<u>122,394,000</u>
28	TOTAL APPROPRIATION	. . . . . \$	((218,964,000))
29			<u>218,595,000</u>

30 The appropriations in this section are subject to the following
31 conditions and limitations:

32 (1) \$217,835,000 is provided for cost of living adjustments of 4.0
33 percent effective September 1, 1995, for state-formula staff units.
34 The appropriation includes associated incremental fringe benefit
35 allocations for both years at rates 20.07 percent for certificated
36 staff and 15.27 percent for classified staff.

1 (a) The appropriation in this section includes the increased
2 portion of salaries and incremental fringe benefits for all relevant
3 state funded school programs in PART V of this act. Salary adjustments
4 for state employees in the office of superintendent of public
5 instruction and the education reform program are provided in the
6 Special Appropriations sections of this act. Increases for general
7 apportionment (basic education) are based on the salary allocation
8 schedules and methodology in section 503 of this act. Increases for
9 special education result from increases in each district's basic
10 education allocation per student. Increases for educational service
11 districts and institutional education programs are determined by the
12 superintendent of public instruction using the methodology for general
13 apportionment salaries and benefits in section 503 of this act.

14 (b) The appropriation in this section provides salary increase and
15 incremental fringe benefit allocations for the following programs based
16 on formula adjustments as follows:

17 (i) For pupil transportation, an increase of \$0.77 per weighted
18 pupil-mile for the 1995-96 school year and maintained for the 1996-97
19 school year;

20 (ii) For learning assistance, an increase of \$11.24 per eligible
21 student for the 1995-96 school year and maintained for the 1996-97
22 school year;

23 (iii) For education of highly capable students, an increase of
24 \$8.76 per formula student for the 1995-96 school year and maintained
25 for the 1996-97 school year; and

26 (iv) For transitional bilingual education, an increase of \$22.77
27 per eligible bilingual student for the 1995-96 school year and
28 maintained for the 1996-97 school year.

29 (2) The maintenance rate for insurance benefits shall be \$313.95
30 for the 1995-96 school year and \$314.51 for the 1996-97 school year.
31 Funding for insurance benefits is included within appropriations made
32 in other sections of Part V of this act.

33 (3) Effective September 1, 1995, a maximum of \$1,129,000 is
34 provided for a 4 percent increase in the state allocation for
35 substitute teachers in the general apportionment programs.

36 (4) The rates specified in this section are subject to revision
37 each year by the legislature.

1 **Sec. 1404.** 1996 c 283 s 505 (uncodified) is amended to read as
2 follows:

3 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION**

4	General Fund Appropriation (FY 1996)	. . . . . \$	154,391,000
5	General Fund Appropriation (FY 1997)	. . . . . \$	((174,362,000))
6			<u>172,633,000</u>
7	TOTAL APPROPRIATION	. . . . . \$	((328,753,000))
8			<u>327,024,000</u>

9 The appropriations in this section are subject to the following
10 conditions and limitations:

11 (1) The appropriation includes such funds as are necessary for the
12 remaining months of the 1994-95 school year.

13 (2) A maximum of \$1,347,000 may be expended for regional
14 transportation coordinators and related activities. The transportation
15 coordinators shall ensure that data submitted by school districts for
16 state transportation funding shall, to the greatest extent practical,
17 reflect the actual transportation activity of each district. The 1994
18 travel time to contiguous school district study shall be continued and
19 a report submitted to the fiscal committees of the legislature by
20 December 1, 1995.

21 (3) A maximum of \$40,000 is provided to complete the computerized
22 state map project containing school bus routing information. This
23 information and available data on school buildings shall be
24 consolidated. Data formats shall be compatible with the geographic
25 information system (GIS) and included insofar as possible in the GIS
26 system.

27 (4) \$180,000 is provided solely for the transportation of students
28 enrolled in "choice" programs. Transportation shall be limited to low-
29 income students who are transferring to "choice" programs solely for
30 educational reasons.

31 (5) Beginning with the 1995-96 school year, the superintendent of
32 public instruction shall implement a state bid process for the purchase
33 of school buses pursuant to Engrossed Substitute Senate Bill No. 5408.

34 (6) Of this appropriation, a maximum of \$8,963,000 may be allocated
35 in the 1995-96 school year for hazardous walking conditions. The
36 superintendent shall ensure that the conditions specified in RCW
37 28A.160.160(4) for state funding of hazardous walking conditions for
38 any district are fully and strictly adhered to, and that no funds are

1 allocated in any instance in which a district is not actively and to
2 the greatest extent possible engaged in efforts to mitigate hazardous
3 walking conditions.

4 (7) For the 1996-97 school year, a maximum of \$13,546,000 may be
5 allocated for transportation services in accordance with Senate Bill
6 No. 6684 (student safety to and from school). A district's allocation
7 shall be based on the number of enrolled students in grades
8 kindergarten through five living within one radius mile from their
9 assigned school multiplied by 1.29. "Enrolled students in grades
10 kindergarten through five" for purposes of this section means the
11 number of kindergarten through five students, living within one radius
12 mile, who are enrolled during the week that each district's bus
13 ridership count is taken.

14 (8) The minimum load factor in the operations formula shall be
15 calculated based on all students transported to and from school.

16 (9) For the 1996-97 school year, the superintendent of public
17 instruction shall revise the expected bus lifetimes used for
18 determining bus reimbursement and depreciation payments in the
19 following manner:

20 (a) The twenty-year bus category shall be reduced to eighteen
21 years; and

22 (b) The fifteen-year bus category shall be reduced to thirteen
23 years.

24 **Sec. 1405.** 1996 c 283 s 506 (uncodified) is amended to read as
25 follows:

26 **SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION PROGRAMS**

27 General Fund--State Appropriation (FY 1996) . . . \$	379,771,000
28 General Fund--State Appropriation (FY 1997) . . . \$	((368,149,000))
29	<u>355,111,000</u>
30 General Fund--Federal Appropriation \$	98,684,000
31 TOTAL APPROPRIATION \$	((846,604,000))
32	<u>833,566,000</u>

33 The appropriations in this section are subject to the following
34 conditions and limitations:

35 (1) The general fund--state appropriation includes such funds as
36 are necessary for the remaining months of the 1994-95 school year.

1 (2) In recognition of the need for increased flexibility at the
2 local district level to facilitate the provision of appropriate
3 education to children in need of special education, and the need for
4 substantive educational reform for a significant portion of the school
5 population, the funding formula for special education is modified.
6 These changes result from a 1994 study and recommendations by the
7 institute for public policy and the legislative budget committee, aided
8 by the office of the superintendent of public instruction and the
9 statewide task force for the development of special education funding
10 alternatives. The new formula is for allocation purposes only and is
11 not intended to prescribe or imply any particular pattern of special
12 education service delivery other than that contained in a properly
13 formulated, locally determined, individualized education program.

14 (3) The superintendent of public instruction shall distribute state
15 funds to school districts based on two categories, the mandatory
16 special education program for special education students ages three to
17 twenty-one and the optional birth through age two program for
18 developmentally delayed infants and toddlers. The superintendent shall
19 review current state eligibility criteria for the fourteen special
20 education categories and consider changes which would reduce assessment
21 time and administrative costs associated with the special education
22 program.

23 (4) For the 1995-96 and 1996-97 school years, the superintendent
24 shall distribute state funds to each district based on the sum of:

25 (a) A district's annual average headcount enrollment of
26 developmentally delayed infants and toddlers ages birth through two,
27 times the district's average basic education allocation per full-time
28 equivalent student, times 1.15; and

29 (b) A district's annual average full-time equivalent basic
30 education enrollment times the enrollment percent, times the district's
31 average basic education allocation per full-time equivalent student
32 times 0.9309.

33 (5) The definitions in this subsection apply throughout this
34 section.

35 (a) "Average basic education allocation per full-time equivalent
36 student" for a district shall be based on the staffing ratios required
37 by RCW 28A.150.260 (i.e., 49/1000 certificated instructional staff in
38 grades K-3, and 46/1000 in grades 4-12), and shall not include
39 enhancements for K-3, secondary vocational education, or small schools.

1 (b) "Annual average full-time equivalent basic education
2 enrollment" means the resident enrollment including students enrolled
3 through choice (RCW 28A.225.225) and students from nonhigh districts
4 (RCW 28A.225.210) and excluding students residing in another district
5 enrolled as part of an interdistrict cooperative program (RCW
6 28A.225.250).

7 (c) "Enrollment percent" shall mean the district's resident special
8 education annual average enrollment including those students counted
9 under the special education demonstration projects, excluding the birth
10 through age two enrollment, as a percent of the district's annual
11 average full-time equivalent basic education enrollment. For the 1995-
12 96 and the 1996-97 school years, each district's enrollment percent
13 shall be:

14 (i) For districts whose enrollment percent for 1994-95 was at or
15 below 12.7 percent, the lesser of the district's actual enrollment
16 percent for the school year for which the allocation is being
17 determined or 12.7 percent.

18 (ii) For districts whose enrollment percent for 1994-95 was above
19 12.7 percent, the lesser of:

20 (A) The district's actual enrollment percent for the school year
21 for which the special education allocation is being determined; or

22 (B) The district's actual enrollment percent for the school year
23 immediately prior to the school year for which the special education
24 allocation is being determined if not less than 12.7 percent; or

25 (C) For 1995-96, the 1994-95 enrollment percent reduced by 25
26 percent of the difference between the district's 1994-95 enrollment
27 percent and 12.7. For 1996-97, the 1994-95 enrollment percent reduced
28 by 50 percent of the difference between the district's 1994-95
29 enrollment percent and 12.7.

30 (6) At the request of any interdistrict cooperative of at least 15
31 districts in which all excess cost services for special education
32 students of the districts are provided by the cooperative, the maximum
33 enrollment percent shall be 12.7, and shall be calculated in the
34 aggregate rather than individual district units. For purposes of
35 subsection (5) of this section, the average basic education allocation
36 per full-time equivalent student shall be calculated in the aggregate
37 rather than individual district units.

1 (7) A minimum of \$4.5 million of the general fund--federal
2 appropriation shall be expended for safety net funding to meet the
3 extraordinary needs of individual special education students.

4 (8) From the general fund--state appropriation, \$14,600,000 is
5 provided for the 1995-96 school year, and (~~(\$15,850,000)~~) a maximum of
6 \$12,000,000 for the 1996-97 school year, for safety net purposes for
7 districts with demonstrable funding needs for special education beyond
8 the combined amounts provided in subsection (4) of this section. The
9 superintendent of public instruction shall, by rule, establish
10 procedures and standards for allocation of safety net funds. In the
11 1995-96 school year, school districts shall submit their requests for
12 safety net funds to the appropriate regional committee established by
13 the superintendent of public instruction. Regional committees shall
14 make recommendations to the state oversight committee for approval.
15 For the 1996-97 school year, requests for safety net funds under this
16 subsection shall be submitted to the state oversight committee. The
17 following conditions and limitations shall be applicable to school
18 districts requesting safety net funds:

19 (a) For a school district requesting state safety net funds due to
20 special characteristics of the district and costs of providing services
21 which differ significantly from the assumptions contained in the
22 funding formula, the procedures and standards shall permit relief only
23 if a district can demonstrate at a minimum that:

24 (i) Individualized education plans are appropriate and are properly
25 and efficiently prepared and formulated;

26 (ii) The district is making a reasonable effort to provide
27 appropriate program services for special education students utilizing
28 state funds generated by the apportionment and special education
29 funding formulas;

30 (iii) The district's programs are operated in a reasonably
31 efficient manner and that the district has adopted a plan of action to
32 contain or eliminate any unnecessary, duplicative, or inefficient
33 practices;

34 (iv) Indirect costs charged to this program do not exceed the
35 allowable percent for the federal special education program;

36 (v) Any available federal funds are insufficient to address the
37 additional needs; and

38 (vi) The costs of any supplemental contracts are not charged to
39 this program for purposes of making these determinations.

1 (b) For districts requesting safety net funds due to federal
2 maintenance of effort requirements, as a result of changes in the state
3 special education formula, the procedures and standards shall permit
4 relief only if a district can demonstrate at a minimum that:

5 (i) Individualized education plans are appropriate and are properly
6 and efficiently prepared and formulated; and

7 (ii) The district is making a reasonable effort to provide
8 appropriate program services for special education students utilizing
9 state funds generated by the apportionment and special education
10 funding formulas.

11 (c) For districts requesting safety net funds due to federal
12 maintenance of effort requirements as a result in changes in the state
13 special education formula, amounts provided for this purpose shall be
14 calculated by the superintendent of public instruction and adjusted
15 periodically based on the most current information available to the
16 superintendent. The amount provided shall not exceed the lesser of:

17 (i) The district's 1994-95 state excess cost allocation for
18 resident special education students minus the relevant school year's
19 state special education formula allocation;

20 (ii) The district's 1994-95 state excess cost allocation per
21 resident special education student times the number of formula funded
22 special education students for the relevant school year minus the
23 relevant school year's special education formula allocation;

24 (iii) The amount requested by the district; or

25 (iv) The amount awarded by the state oversight committee.

26 (9)(a) For purposes of making safety net determinations pursuant to
27 subsection (8) of this section, the superintendent shall make available
28 to each school district, from available data, prior to June 1st of each
29 year:

30 (i) The district's 1994-95 enrollment percent;

31 (ii) For districts with a 1994-95 enrollment percent over 12.7
32 percent, the maximum 1995-96 enrollment percent, and prior to 1996-97
33 the maximum 1996-97 enrollment percent;

34 (iii) The estimate to be used for purposes of subsection (8) of
35 this section of each district's 1994-95 special education allocation
36 showing the excess cost and the basic education portions; and

37 (iv) If necessary, a process for each district to estimate the
38 1995-96 school year excess cost allocation for special education and
39 the portion of the basic education allocation formerly included in the

1 special education allocation. This process may utilize the allocations
2 generated pursuant to subsection (4) of this section, each district's
3 1994-95 estimated basic education backout percent for the 1994-95
4 school year, and state compensation increases for 1995-96.

5 (b) The superintendent, in consultation with the state auditor,
6 shall take all necessary steps to successfully transition to the new
7 formula and minimize paperwork at the district level associated with
8 federal maintenance of effort calculations. The superintendent shall
9 develop such rules and procedures as are necessary to implement this
10 process for the 1995-96 school year, and may use the same process.

11 (10) Prior to adopting any standards, procedures, or processes
12 required to implement this section, the superintendent shall consult
13 with the office of financial management and the fiscal committees of
14 the legislature.

15 (11) Membership of the regional committees, in the 1995-96 school
16 year, may include, but not be limited to:

17 (a) A representative of the superintendent of public instruction;

18 (b) One or more representatives from school districts including
19 board members, superintendents, special education directors, and
20 business managers; and

21 (c) One or more staff from an educational service district.

22 (12) The state oversight committee appointed by the superintendent
23 of public instruction shall consist of:

24 (a) Staff of the office of superintendent of public instruction;

25 (b) Staff of the office of the state auditor;

26 (c) Staff from the office of the financial management; and

27 (d) One or more representatives from school districts or
28 educational service districts knowledgeable of special education
29 programs and funding.

30 (13) The institute for public policy, in cooperation with the
31 superintendent of public instruction, the office of financial
32 management, and the fiscal committees of the legislature, shall
33 evaluate the operation of the safety nets under subsections (7) and (8)
34 of this section and shall prepare an interim report by December 15,
35 1995, and a final report on the first school year of operation by
36 October 15, 1996.

37 (14) A maximum of \$678,000 may be expended from the general fund--
38 state appropriation to fund 5.43 full-time equivalent teachers and 2.1
39 full-time equivalent aides at Children's orthopedic hospital and

1 medical center. This amount is in lieu of money provided through the
2 home and hospital allocation and the special education program.

3 (15) \$1,000,000 of the general fund--federal appropriation is
4 provided solely for projects to provide special education students with
5 appropriate job and independent living skills, including work
6 experience where possible, to facilitate their successful transition
7 out of the public school system. The funds provided by this subsection
8 shall be from federal discretionary grants.

9 (16) Not more than \$80,000 of the general fund--federal
10 appropriation shall be expended for development of an inservice
11 training program to identify students with dyslexia who may be in need
12 of special education.

13 (17) A maximum of \$933,600 of the general fund--state appropriation
14 in fiscal year 1996 and a maximum of \$933,600 of the general fund--
15 state appropriation for fiscal year 1997 may be expended for state
16 special education coordinators housed at each of the educational
17 service districts. Employment and functions of the special education
18 coordinators shall be determined in consultation with the
19 superintendent of public instruction.

20 **Sec. 1406.** 1996 c 283 s 507 (uncodified) is amended to read as
21 follows:

22 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRAFFIC SAFETY**
23 **EDUCATION PROGRAMS**

24 Public Safety and Education Account

25 Appropriation \$ ((~~16,928,000~~))
26 16,824,000

27 The appropriation in this section is subject to the following
28 conditions and limitations:

29 (1) The appropriation includes such funds as are necessary for the
30 remaining months of the 1994-95 school year.

31 (2) A maximum of \$507,000 shall be expended for regional traffic
32 safety education coordinators.

33 (3) The maximum basic state allocation per student completing the
34 program shall be \$137.16 in the 1995-96 and 1996-97 school years.

35 (4) Additional allocations to provide tuition assistance for
36 students from low-income families who complete the program shall be a

1 maximum of \$66.81 per eligible student in the 1995-96 and 1996-97
2 school years.

3 **Sec. 1407.** 1996 c 283 s 509 (uncodified) is amended to read as
4 follows:

5 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**
6 **ASSISTANCE**

7	General Fund Appropriation (FY 1996)	\$	76,871,000
8	General Fund Appropriation (FY 1997)	\$	((82,806,000))
9			<u>82,831,000</u>
10	TOTAL APPROPRIATION	\$	((159,677,000))
11			<u>159,702,000</u>

12 **Sec. 1408.** 1996 c 283 s 511 (uncodified) is amended to read as
13 follows:

14 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**
15 **EDUCATION PROGRAMS**

16	General Fund--State Appropriation (FY 1996)	\$	15,798,000
17	General Fund--State Appropriation (FY 1997)	\$	((17,928,000))
18			<u>16,235,000</u>
19	General Fund--Federal Appropriation	\$	8,548,000
20	TOTAL APPROPRIATION	\$	((42,274,000))
21			<u>40,581,000</u>

22 The appropriations in this section are subject to the following
23 conditions and limitations:

24 (1) The general fund--state appropriation includes such funds as
25 are necessary for the remaining months of the 1994-95 school year.

26 (2) State funding provided under this section is based on salaries
27 and other expenditures for a 220-day school year. The superintendent
28 of public instruction shall monitor school district expenditure plans
29 for institutional education programs to ensure that districts plan for
30 a full-time summer program.

31 (3) State funding for each institutional education program shall be
32 based on the institution's annual average full-time equivalent student
33 enrollment. Staffing ratios for each category of institution and other
34 state funding assumptions shall be those specified in the legislative
35 budget notes.

1 **Sec. 1409.** 1996 c 283 s 512 (uncodified) is amended to read as
2 follows:

3 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PROGRAMS FOR HIGHLY**
4 **CAPABLE STUDENTS**

5	General Fund Appropriation (FY 1996)	\$	4,200,000
6	General Fund Appropriation (FY 1997)	\$	((4,254,000))
7			<u>4,217,000</u>
8	TOTAL APPROPRIATION	\$	((8,454,000))
9			<u>8,417,000</u>

10 The appropriation in this section is subject to the following
11 conditions and limitations:

12 (1) The appropriation includes such funds as are necessary for the
13 remaining months of the 1994-95 school year.

14 (2) Allocations for school district programs for highly capable
15 students shall be distributed for up to one and one-half percent of
16 each district's full-time equivalent basic education act enrollment.

17 (3) \$436,000 of the appropriation is for the Centrum program at
18 Fort Worden state park.

19 **Sec. 1410.** 1996 c 283 s 514 (uncodified) is amended to read as
20 follows:

21 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**
22 **BILINGUAL PROGRAMS**

23	General Fund Appropriation (FY 1996)	\$	26,378,000
24	General Fund Appropriation (FY 1997)	\$	((28,432,000))
25			<u>28,221,000</u>
26	TOTAL APPROPRIATION	\$	((54,810,000))
27			<u>54,599,000</u>

28 The appropriation in this section is subject to the following
29 conditions and limitations:

30 (1) The appropriation provides such funds as are necessary for the
31 remaining months of the 1994-95 school year.

32 (2) The superintendent shall distribute a maximum of \$623.21 per
33 eligible bilingual student in the 1995-96 school year and \$623.31 in
34 the 1996-97 school year.

1 **Sec. 1411.** 1996 c 283 s 515 (uncodified) is amended to read as
2 follows:

3 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**
4 **ASSISTANCE PROGRAM**

5	General Fund Appropriation (FY 1996)	\$	56,417,000
6	General Fund Appropriation (FY 1997)	\$	((58,210,000))
7			<u>57,451,000</u>
8	TOTAL APPROPRIATION	\$	((114,627,000))
9			<u>113,868,000</u>

10 The appropriations in this section are subject to the following
11 conditions and limitations:

12 (1) The appropriation provides such funds as are necessary for the
13 remaining months of the 1994-95 school year.

14 (2) For making the calculation of the percentage of students
15 scoring in the lowest quartile as compared with national norms,
16 beginning with the 1991-92 school year, the superintendent shall
17 multiply each school district's 4th and 8th grade test results by 0.86.

18 (3) Funding for school district learning assistance programs shall
19 be allocated at a maximum rate of \$366.74 per unit for the 1995-96
20 school year and a maximum of \$366.81 per unit in the 1996-97 school
21 year. School districts may carryover up to 10 percent of funds
22 allocated under this program; however, carryover funds shall be
23 expended for the learning assistance program.

24 (a) A school district's units for the 1995-96 school year shall be
25 the sum of the following:

26 (i) The 1995-96 full-time equivalent enrollment in kindergarten
27 through 6th grade, times the 5-year average 4th grade test result as
28 adjusted pursuant to subsection (2) of this section, times 0.96; and

29 (ii) The 1995-96 full-time equivalent enrollment in grades 7
30 through 9, times the 5-year average 8th grade test result as adjusted
31 pursuant to subsection (2) of this section, times 0.96; and

32 (iii) If the district's percentage of October 1994 headcount
33 enrollment in grades K-12 eligible for free and reduced price lunch
34 exceeds the state average, subtract the state average percentage of
35 students eligible for free and reduced price lunch from the district's
36 percentage and multiply the result by the district's 1995-96 K-12
37 annual average full-time equivalent enrollment times 11.68 percent.

1 (b) A school district's units for the 1996-97 school year shall be
2 the sum of the following:

3 (i) The 1996-97 full-time equivalent enrollment in kindergarten
4 through 6th grade, times the 5-year average 4th grade test result as
5 adjusted pursuant to subsection (2) of this section, times 0.92; and

6 (ii) The 1996-97 full-time equivalent enrollment in grades 7
7 through 9, times the 5-year average 8th grade test result as adjusted
8 pursuant to subsection (2) of this section, times 0.92; and

9 (iii) If the district's percentage of October 1995 headcount
10 enrollment in grades K-12 eligible for free and reduced price lunch
11 exceeds the state average, subtract the state average percentage of
12 students eligible for free and reduced price lunch from the district's
13 percentage and multiply the result by the district's 1996-97 K-12
14 annual average full-time equivalent enrollment times 22.30 percent.

15 **Sec. 1412.** 1996 c 283 s 516 (uncodified) is amended to read as
16 follows:

17 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--LOCAL ENHANCEMENT FUNDS**

18 General Fund Appropriation (FY 1996)	. . . . .	\$	56,846,000
19 General Fund Appropriation (FY 1997)	. . . . .	\$	((58,123,000))
			<u>58,076,000</u>
21 TOTAL APPROPRIATION	. . . . .	\$	((114,969,000))
			<u>114,922,000</u>

22

23 The appropriation in this section is subject to the following
24 conditions and limitations:

25 (1) The appropriation provides such funds as are necessary for the
26 remaining months of the 1994-95 school year.

27 (2) School districts receiving moneys pursuant to this section
28 shall expend at least fifty-eight percent of such moneys in school
29 buildings for building based planning, staff development, and other
30 activities to improve student learning, consistent with the student
31 learning goals in RCW 28A.150.210 and RCW 28A.630.885. Districts
32 receiving the moneys shall have a policy regarding the involvement of
33 school staff, parents, and community members in instructional
34 decisions. Each school using the moneys shall, by the end of the 1995-
35 96 school year, develop and keep on file a building plan to attain the
36 student learning goals and essential academic learning requirements and
37 to implement the assessment system as it is developed. The remaining

1 forty-two percent of such moneys may be used to meet other educational
2 needs as identified by the school district. Program enhancements
3 funded pursuant to this section do not fall within the definition of
4 basic education for purposes of Article IX of the state Constitution
5 and the state's funding duty thereunder, nor shall such funding
6 constitute levy reduction funds for purposes of RCW 84.52.0531.

7 (3) Forty-two percent of the allocations to school districts shall
8 be calculated on the basis of full-time enrollment at an annual rate
9 per student of up to \$26.30 for the 1995-96 and 1996-97 school years.
10 For school districts enrolling not more than one hundred average annual
11 full-time equivalent students, and for small school plants within any
12 school district designated as remote and necessary schools, the
13 allocations shall be as follows:

14 (a) Enrollment of not more than 60 average annual full-time
15 equivalent students in grades kindergarten through six shall generate
16 funding based on sixty full-time equivalent students;

17 (b) Enrollment of not more than 20 average annual full-time
18 equivalent students in grades seven and eight shall generate funding
19 based on twenty full-time equivalent students; and

20 (c) Enrollment of not more than 60 average annual full-time
21 equivalent students in grades nine through twelve shall generate
22 funding based on sixty full-time equivalent students.

23 (4) Fifty-eight percent of the allocations to school districts
24 shall be calculated on the basis of full-time enrollment at an annual
25 rate per student of up to \$36.69 for the 1995-96 and 1996-97 fiscal
26 years. The state schools for the deaf and the blind may qualify for
27 allocations of funds under this subsection. For school districts
28 enrolling not more than one hundred average annual full-time equivalent
29 students, and for small school plants within any school district
30 designated as remote and necessary schools, the allocations shall be as
31 follows:

32 (a) Enrollment of not more than 60 average annual full-time
33 equivalent students in grades kindergarten through six shall generate
34 funding based on sixty full-time equivalent students;

35 (b) Enrollment of not more than 20 average annual full-time
36 equivalent students in grades seven and eight shall generate funding
37 based on twenty full-time equivalent students; and

1 (c) Enrollment of not more than 60 average annual full-time
2 equivalent students in grades nine through twelve shall generate
3 funding based on sixty full-time equivalent students.

4 (5) Beginning with the 1995-96 school year, to provide parents, the
5 local community, and the legislature with information on the student
6 learning improvement block grants, schools receiving funds for such
7 purpose shall include, in the annual performance report required in RCW
8 28A.320.205, information on how the student learning improvement block
9 grant moneys were spent and what results were achieved. Each school
10 district shall submit the reports to the superintendent of public
11 instruction and the superintendent shall provide the legislature with
12 an annual report.

13 (6) Receipt by a school district of one-fourth of the district's
14 allocation of funds under this section, shall be conditioned on a
15 finding by the superintendent that the district is enrolled as a
16 medicaid service provider and is actively pursuing federal matching
17 funds for medical services provided through special education programs,
18 pursuant to RCW 74.09.5241 through 74.09.5256 (Title XIX funding).

19 NEW SECTION. **Sec. 1413.** A new section is added to 1995 2nd sp.s.
20 c 18 (uncodified) to read as follows:

21 **FOR THE STATE BOARD OF EDUCATION--COMMON SCHOOL CONSTRUCTION**
22 General Fund Appropriation to the Common
23 School Construction Fund \$ 62,379,000

24 (End of part)

PART XV
HIGHER EDUCATION

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31

Sec. 1501. 1996 c 283 s 602 (uncodified) is amended to read as follows:
The appropriations in sections 603 through 609 of this act provide state general fund support or employment and training trust account support for student full-time equivalent enrollments at each institution of higher education. Listed below are the annual full-time equivalent student enrollments by institution assumed in this act.

	1995-96	1996-97
	Annual	Annual
	Average	Average
	FTE	FTE
University of Washington		
Main campus	29,857	30,455
Evening Degree Program	571	617
Tacoma branch	588	747
Bothell branch	533	685
Washington State University		
Main campus	16,205	17,403
Spokane branch	283	352
Tri-Cities branch	624	724
Vancouver branch	723	851
Central Washington University	6,903	7,256
Eastern Washington University	7,656	((7,825))
		<u>7,739</u>
The Evergreen State College	3,278	3,406
Western Washington University	9,483	10,038
State Board for Community and Technical Colleges	111,986	114,326
Higher Education Coordinating		

2 **Sec. 1502.** 1996 c 283 s 603 (uncodified) is amended to read as
3 follows:

4 **FOR THE STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

5	General Fund--State Appropriation (FY 1996)	\$	345,763,000
6	General Fund--State Appropriation (FY 1997)	\$	((358,240,000))
7			<u>360,350,000</u>
8	General Fund--Federal Appropriation	\$	11,404,000
9	Employment and Training Trust Account		
10	Appropriation	\$	58,575,000
11	TOTAL APPROPRIATION	\$	((773,982,000))
12			<u>776,092,000</u>

13 The appropriations in this section are subject to the following
14 conditions and limitations:

15 (1) \$2,883,000 of the general fund appropriation is provided solely
16 for 500 supplemental FTE enrollment slots to implement RCW 28B.50.259
17 (timber-dependent communities).

18 (2) \$58,575,000 of the employment and training trust account
19 appropriation is provided solely for training and related support
20 services specified in chapter 226, Laws of 1993 (employment and
21 training for unemployed workers). Of this amount:

22 (a) \$41,090,000 is to provide enrollment opportunity for 6,100
23 full-time equivalent students in fiscal year 1996 and 7,200 full-time
24 equivalent students in fiscal year 1997. The state board for community
25 and technical colleges shall submit to the workforce training and
26 education coordinating board for review and approval a plan for the
27 allocation of the full-time equivalents provided in this subsection.

28 (b) \$8,403,000 is to provide child care assistance, transportation,
29 and financial aid for the student enrollments funded in (a) of this
30 subsection.

31 (c) \$7,632,000 is to provide financial assistance for student
32 enrollments funded in (a) of this subsection in order to enhance
33 program completion for those enrolled students whose unemployment
34 benefit eligibility will be exhausted or reduced before their training
35 program is completed. The state board for community and technical
36 colleges shall submit to the workforce training and education
37 coordinating board for review and approval a plan for eligibility and

1 disbursement criteria to be used in determining the award of moneys
2 provided in this subsection.

3 (d) \$750,000 is provided solely for an interagency agreement with
4 the workforce training and education coordinating board for an
5 independently contracted net-impact study to determine the overall
6 effectiveness and outcomes of retraining and other services provided
7 under chapter 226, Laws of 1993, (employment and training for
8 unemployed workers). The net-impact study shall be completed and
9 delivered to the legislature no later than December 31, 1996.

10 (e) \$700,000 is to provide the operating resources for seven
11 employment security department job service centers located on community
12 and technical college campuses.

13 (3) \$3,725,000 of the general fund appropriation is provided solely
14 for assessment of student outcomes at community and technical colleges.

15 (4) \$1,412,000 of the general fund appropriation is provided solely
16 to recruit and retain minority students and faculty.

17 (5) \$3,296,720 of the general fund appropriation is provided solely
18 for instructional equipment.

19 (6) \$688,000 of the general fund appropriation is provided for new
20 building operations and maintenance and shall be placed in reserve and
21 expended only pursuant to allotment authority provided by the office of
22 financial management.

23 (7) Up to \$4,200,000 of the appropriations in this section may be
24 used in combination with salary and benefit savings from faculty
25 turnover to provide faculty salary increments.

26 (8) The technical colleges may increase tuition and fees to conform
27 with the percentage increase in community college operating fees
28 authorized in Substitute Senate Bill No. 5325.

29 (9) \$4,200,000 of the general fund--state appropriation is provided
30 solely for transitional costs and accreditation requirements associated
31 with the transfer of the technical colleges to the community college
32 system. Colleges shall apply funding for distance learning and
33 technology resources to address accreditation requirements in a cost-
34 effective manner. Colleges are encouraged to negotiate with
35 accreditation agencies for the acceptance of new educational
36 technologies to meet accreditation standards.

37 (10) Up to \$50,000, if matched by an equal amount from private
38 sources, may be used to initiate an international trade education
39 consortium, composed of selected community colleges, to fund and

1 promote international trade education and training services in a
2 variety of locations throughout the state, which services shall include
3 specific business skills needed to develop and sustain international
4 business opportunities that are oriented toward vocational, applied
5 skills. The board shall report to appropriate legislative committees
6 on these efforts at each regular session of the legislature.

7 (11) \$2,000,000 of the general fund--state appropriation is
8 provided solely for productivity enhancements in student services and
9 instruction that facilitate student progress, and innovation proposals
10 that provide greater student access and learning opportunities. The
11 state board for community and technical colleges shall report to the
12 governor and legislature by October 1, 1997, on implementation of
13 productivity and innovation programs supported by these funds.

14 (12) \$1,500,000 of the general fund--state appropriation is
15 provided solely for competitive grants to community and technical
16 colleges to assist the colleges in serving disabled students. The
17 state board for community and technical colleges shall award grants to
18 colleges based on severity of need.

19 (13) \$2,700,000 of the general fund--state appropriation is
20 provided solely for the costs associated with standardizing part-time
21 health benefits per Substitute Senate Bill No. 6583.

22 (14) By November 15, 1996, the board, in consultation with full-
23 and part-time faculty groups, shall develop a plan and submit
24 recommendations to the legislature to address compensation and staffing
25 issues concerning inter- and intra-institutional salary disparities for
26 full and part-time faculty. The board shall develop and submit to the
27 governor and the legislature a ten-year implementation plan that: (a)
28 Reflects the shared responsibility of the institutions and the
29 legislature to address these issues; (b) reviews recent trends in the
30 use of part-time faculty and makes recommendations to the legislature
31 for appropriate ratios of part-time to full-time faculty staff; and (c)
32 considers educational quality, long-range cost considerations,
33 flexibility in program delivery, employee working conditions, and
34 differing circumstances pertaining to local situations.

35 **Sec. 1503.** 1996 c 283 s 604 (uncodified) is amended to read as
36 follows:

37 **FOR THE UNIVERSITY OF WASHINGTON**

38 General Fund Appropriation (FY 1996) \$ 259,062,000

1	General Fund Appropriation (FY 1997)	\$	((267,933,000))
2			<u>268,643,000</u>
3	Death Investigations Account Appropriation	\$	1,685,000
4	Accident Account Appropriation	\$	4,348,000
5	Medical Aid Account Appropriation	\$	4,343,000
6	Health Services Account Appropriation	\$	6,247,000
7	TOTAL APPROPRIATION	\$	((543,678,000))
8			<u>544,328,000</u>

9 The appropriations in this section are subject to the following
10 conditions and limitations:

11 (1) \$10,501,000 of the general fund--state appropriation is
12 provided solely to operate upper-division and graduate level courses
13 offered at the Tacoma branch campus. Of this amount(~~((:—(a)))~~),
14 \$237,000 is provided solely for continuation of the two-plus-two
15 program operated jointly with the Olympic Community College(~~((: and (b)~~)
16 \$700,000 is provided solely for building maintenance, equipment
17 purchase, and moving costs and shall be placed in reserve and expended
18 only pursuant to allotment authority provided by the office of
19 financial management)).

20 (2) \$9,665,000 of the general fund appropriation is provided solely
21 to operate upper-division and graduate level courses offered at the
22 Bothell branch campus.

23 (3) \$2,300,000 of the health services account appropriation is
24 provided solely for the implementation of chapter 492, Laws of 1993
25 (health care reform) to increase the supply of primary health care
26 providers.

27 (4) \$300,000 of the health services account appropriation is
28 provided solely to expand community-based training for physician
29 assistants.

30 (5) \$300,000 of the health services account appropriation is
31 provided solely for the advanced registered nurse program.

32 (6) \$2,909,000 of the health services account appropriation is
33 provided solely for health benefits for teaching and research
34 assistants pursuant to RCW 28B.10.660 (graduate service appointment
35 health insurance).

36 (7) \$372,000 of the general fund appropriation is provided solely
37 for assessment of student outcomes.

1 (8) \$648,000 of the general fund appropriation is provided solely
2 to recruit and retain minority students and faculty.

3 (9) \$1,471,000 of the general fund appropriation is provided for
4 new building operations and maintenance and shall be placed in reserve
5 and expended only pursuant to allotment authority provided by the
6 office of financial management.

7 (10) \$500,000 of the general fund appropriation is provided solely
8 for enhancements to the mathematics, engineering and science
9 achievement (MESA) program.

10 (11) \$227,000 of the general fund appropriation is provided solely
11 for implementation of the Puget Sound water quality management plan.

12 (12) The university shall begin implementation of the professional
13 staff and librarian market gap remedy plan II, which was submitted to
14 the legislature in response to section 603(3), chapter 24, Laws of 1993
15 sp. sess. and section 603(3), chapter 6, Laws of 1994 sp. sess. As
16 part of the implementation of the plan, an average salary increase of
17 5.0 percent may be provided to librarians and professional staff on
18 July 1, 1995, to meet salary gaps as described in the plan.

19 (13) \$184,000 of the health services account appropriation is
20 provided solely for participation of the University of Washington
21 dental school in migrant/community health centers in the Yakima valley.

22 (14) At least \$50,000 of the general fund appropriation shall be
23 used for research at the Olympic natural resources center.

24 (15) \$1,718,000 of the general fund appropriation is provided
25 solely for technological improvements to develop an integrated state-
26 wide library system, of which \$409,000 is for system-wide network
27 costs.

28 **Sec. 1504.** 1996 c 283 s 605 (uncodified) is amended to read as
29 follows:

30 **FOR WASHINGTON STATE UNIVERSITY**

31	General Fund Appropriation (FY 1996)	. . . . . \$	150,272,000
32	General Fund Appropriation (FY 1997)	. . . . . \$	((159,410,000))
33			<u>159,886,000</u>
34	Industrial Insurance Premium Refund Account		
35	Appropriation	. . . . . \$	33,000
36	Air Pollution Control Account Appropriation	. . . \$	105,000
37	Health Services Account Appropriation	. . . . . \$	1,400,000
38	TOTAL APPROPRIATION	. . . . . \$	((311,220,000))

1
2 The appropriations in this section are subject to the following
3 conditions and limitations:

4 (1) \$12,008,000 of the general fund appropriation is provided
5 solely to operate upper-division and graduate level courses and other
6 educational services offered at the Vancouver branch campus.
7 \$1,198,000 of this amount is provided for new building operations and
8 maintenance and shall be placed in reserve and expended only pursuant
9 to allotment authority provided by the office of financial management.

10 (2) \$7,646,000 of the general fund appropriation is provided solely
11 to operate upper-division and graduate level courses and other
12 educational services offered at the Tri-Cities branch campus. \$53,000
13 of this amount is provided for new building operations and maintenance
14 and shall be placed in reserve and expended only pursuant to allotment
15 authority provided by the office of financial management.

16 (3) \$8,042,000 of the general fund appropriation is provided solely
17 to operate graduate and professional level courses and other
18 educational services offered at the Spokane branch campus.

19 (4) \$372,000 of the general fund appropriation is provided solely
20 for assessment of student outcomes.

21 (5) \$280,000 of the general fund appropriation is provided solely
22 to recruit and retain minority students and faculty.

23 (6) \$1,400,000 of the health services account appropriation is
24 provided solely for health benefits for teaching and research
25 assistants pursuant to RCW 28B.10.660 (graduate service appointment
26 health insurance).

27 (7) \$2,167,000 of the general fund appropriation is provided for
28 new building operations and maintenance on the main campus and shall be
29 placed in reserve and expended only pursuant to allotment authority
30 provided by the office of financial management.

31 (8) \$525,000 of the general fund appropriation is provided solely
32 to implement House Bill No. 1741 (wine and wine grape research). If
33 the bill is not enacted by June 30, 1995, the amount provided in this
34 subsection shall lapse.

35 ~~(9) ((\$1,000,000 of the general fund appropriation is provided~~
36 ~~solely to implement Engrossed Second Substitute House Bill No. 1009~~
37 ~~(pesticide research). If the bill is not enacted by June 30, 1995, the~~
38 ~~amount provided in this subsection shall lapse.~~

1 ~~(10)~~) \$314,000 of the general fund appropriation is provided
2 solely for implementation of the Puget Sound water quality management
3 plan.

4 ~~((11))~~ (10) \$25,000 of the general fund--state appropriation is
5 provided solely for operation of the energy efficiency programs
6 transferred to Washington State University by House Bill No. 2009. If
7 House Bill No. 2009 is not enacted by June 30, 1996, the amount
8 provided in this subsection shall lapse.

9 ~~((12))~~ (11) \$450,000 of the general fund--state appropriation is
10 provided solely for equipment, software, and related expenditures to
11 support a state-wide library network.

12 **Sec. 1505.** 1996 c 283 s 606 (uncodified) is amended to read as
13 follows:

14 **FOR EASTERN WASHINGTON UNIVERSITY**

15	General Fund Appropriation (FY 1996)	\$	37,350,000
16	General Fund Appropriation (FY 1997)	\$	((38,394,000))
17			<u>38,168,000</u>
18	Health Services Account Appropriation	\$	200,000
19	TOTAL APPROPRIATION	\$	((75,944,000))
20			<u>75,718,000</u>

21 The appropriations in this section are subject to the following
22 conditions and limitations:

23 (1) \$372,000 of the general fund appropriation is provided solely
24 for assessment of student outcomes.

25 (2) \$186,000 of the general fund appropriation is provided solely
26 to recruit and retain minority students and faculty.

27 (3) \$200,000 of the health services account appropriation is
28 provided solely for health benefits for teaching and research
29 assistants pursuant to RCW 28B.10.660 (graduate service appointment
30 health insurance).

31 (4) \$166,000 of the general fund--state appropriation is provided
32 solely for new building operations and maintenance and shall be placed
33 in reserve and expended only pursuant to allotment authority provided
34 by the office of financial management.

35 (5) \$454,000 of the general fund--state appropriation is provided
36 solely for equipment, software, and related expenditures to support a
37 state-wide library network.

1 **Sec. 1506.** 1996 c 283 s 607 (uncodified) is amended to read as
2 follows:

3 **FOR CENTRAL WASHINGTON UNIVERSITY**

4	General Fund Appropriation (FY 1996)	. . . . . \$	33,636,000
5	General Fund Appropriation (FY 1997)	. . . . . \$	((36,250,000))
6			<u>36,346,000</u>
7	Industrial Insurance Premium Refund Account		
8	Appropriation . . . . .	. . . . . \$	10,000
9	Health Services Account Appropriation . . . . .	. . . . . \$	140,000
10	TOTAL APPROPRIATION . . . . .	. . . . . \$	((70,036,000))
11			<u>70,132,000</u>

12 The appropriations in this section are subject to the following
13 conditions and limitations:

14 (1) \$372,000 of the general fund appropriation is provided solely
15 for assessment of student outcomes.

16 (2) \$140,000 of the general fund appropriation is provided solely
17 to recruit and retain minority students and faculty.

18 (3) \$140,000 of the health services account appropriation is
19 provided solely for health benefits for teaching and research
20 assistants pursuant to RCW 28B.10.660 (graduate service appointment
21 health insurance).

22 (4) \$1,293,000 of the general fund appropriation is provided solely
23 for equipment, software, and related expenditures to support a state-
24 wide library network.

25 **Sec. 1507.** 1996 c 283 s 608 (uncodified) is amended to read as
26 follows:

27 **FOR THE EVERGREEN STATE COLLEGE**

28	General Fund Appropriation (FY 1996)	. . . . . \$	18,436,000
29	General Fund Appropriation (FY 1997)	. . . . . \$	((19,325,000))
30			<u>19,385,000</u>
31	TOTAL APPROPRIATION . . . . .	. . . . . \$	((37,761,000))
32			<u>37,821,000</u>

33 The appropriations in this section are subject to the following
34 conditions and limitations:

35 (1) \$372,000 of the general fund appropriation is provided solely
36 for assessment of student outcomes.

1 (2) \$94,000 of the general fund appropriation is provided solely to
2 recruit and retain minority students and faculty.

3 (3) \$58,000 of the general fund appropriation is provided for new
4 building operations and maintenance and shall be placed in reserve and
5 expended only pursuant to allotment authority provided by the office of
6 financial management.

7 (4) \$417,000 of the general fund appropriation is provided solely
8 for equipment, software, and related expenditures to support a state-
9 wide library network.

10 **Sec. 1508.** 1996 c 283 s 609 (uncodified) is amended to read as
11 follows:

12 **FOR WESTERN WASHINGTON UNIVERSITY**

13	General Fund Appropriation (FY 1996)	. . . . . \$	42,533,000
14	General Fund Appropriation (FY 1997)	. . . . . \$	((45,709,000))
15			<u>45,827,000</u>
16	Health Services Account Appropriation	. . . . . \$	200,000
17	TOTAL APPROPRIATION	. . . . . \$	((88,442,000))
18			<u>88,560,000</u>

19 The appropriations in this section are subject to the following
20 conditions and limitations:

21 (1) \$372,000 of the general fund appropriation is provided solely
22 for assessment of student outcomes.

23 (2) \$186,000 of the general fund appropriation is provided solely
24 to recruit and retain minority students and faculty.

25 (3) \$200,000 of the health services account appropriation is
26 provided solely for health benefits for teaching and research
27 assistants pursuant to RCW 28B.10.660 (graduate service appointment
28 health insurance).

29 (4) \$275,000 of the general fund appropriation is provided for new
30 building operations and maintenance and shall be placed in reserve and
31 expended only pursuant to allotment authority provided by the office of
32 financial management.

33 (5) \$873,000 of the general fund appropriation is provided solely
34 for equipment, software, and related expenditures to support a state-
35 wide library network.

1 **Sec. 1509.** 1996 c 283 s 610 (uncodified) is amended to read as
2 follows:

3 **FOR THE HIGHER EDUCATION COORDINATING BOARD--POLICY COORDINATION AND**
4 **ADMINISTRATION**

5	General Fund--State Appropriation (FY 1996) . . . \$	1,984,000
6	General Fund--State Appropriation (FY 1997) . . . \$	((2,365,000))
7		<u>2,370,000</u>
8	General Fund--Federal Appropriation \$	1,073,000
9	TOTAL APPROPRIATION \$	((5,422,000))
10		<u>5,427,000</u>

11 (1) The appropriations in this section are provided to carry out
12 the policy coordination, planning, studies, and administrative
13 functions of the board and are subject to the following conditions and
14 limitations: \$560,000 of the general fund--state appropriation is
15 provided solely for enrollment to implement RCW 28B.80.570 through
16 28B.80.580 (timber dependent communities). The number of students
17 served shall be 50 full-time equivalent students per fiscal year. The
18 higher education coordinating board (HECB) in cooperation with the
19 state board for community and technical college education (SBCTC) shall
20 review the outcomes of the timber program and report to the governor
21 and legislature by November 1, 1995. The review should include
22 programs administered by the HECB and SBCTC. The review should address
23 student satisfaction, academic success, and employment success
24 resulting from expenditure of these funds. The boards should consider
25 a broad range of recommendations, from strengthening the program with
26 existing resources to terminating the program.

27 (2) \$150,000 of the general fund--state appropriation is provided
28 solely for a study of higher education needs in North
29 Snohomish/Island/Skagit counties. The board is directed to explore and
30 recommend innovative approaches to providing educational programs. The
31 board shall consider the use of technology and distance education as a
32 means of meeting the higher education needs of the area. The study
33 shall be completed and provided to the appropriate committees of the
34 legislature by November 30, 1996.

35 (3) The higher education coordinating board, in conjunction with
36 the office of financial management and public institutions of higher
37 education, shall study institutional student enrollment capacity at
38 each four-year university or college. The higher education

1 coordinating board shall report to the governor and the appropriate
2 committees of the legislature the maximum student enrollment that could
3 be accommodated with existing facilities and those under design or
4 construction as of the 1995-97 biennium. The report shall use national
5 standards as a basis for making comparisons, and the report shall
6 include recommendations for increasing student access by maximizing the
7 efficient use of facilities. The report shall also consider ways the
8 state can encourage potential four-year college students to enroll in
9 schools having excess capacity.

10 (4) \$70,000 of the general fund--state appropriation is provided
11 solely to develop a competency-based admissions system for higher
12 education institutions.

13 (5) \$50,000 of the general fund--state appropriation is provided
14 solely for attorneys' fees and related expenses needed to defend the
15 equal opportunity grant program.

16 (6) \$140,000 of the general fund--state appropriation is provided
17 solely for the design and development of recommendations for the
18 creation of a college tuition prepayment program. A recommended
19 program design and draft legislation shall be submitted to the office
20 of financial management by September 30, 1996, for consideration in the
21 1997 legislative session. The development of the program shall be
22 conducted in consultation with the state investment board, the state
23 treasurer, the state actuary, the office of financial management,
24 private financial institutions, and other qualified parties with
25 experience in the areas of accounting, actuary, risk management, or
26 investment management.

27 (7) \$100,000 of the general fund--state appropriation is provided
28 solely for the implementation of the assessment of prior learning
29 experience program.

30 **Sec. 1510.** 1996 c 283 s 613 (uncodified) is amended to read as
31 follows:

32 **FOR THE WASHINGTON STATE ARTS COMMISSION**

33	General Fund--State Appropriation (FY 1996) . . . \$	2,236,000
34	General Fund--State Appropriation (FY 1997) . . . \$	1,997,000
35	General Fund--Federal Appropriation \$	934,000
36	<u>General Fund--Private/Local Appropriation \$</u>	<u>7,000</u>
37	Industrial Insurance Premium Refund Account	
38	Appropriation \$	1,000

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36

PART XVI
SPECIAL APPROPRIATIONS

Sec. 1601. 1996 c 283 s 701 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL FUND BOND DEBT

General Fund Appropriation	\$	((823,106,003))
		<u>805,100,003</u>
State Building and Construction Account		
Appropriation	\$	((21,500,000))
		<u>15,000,000</u>
Fisheries Bond Retirement Account 1977		
Appropriation	\$	((291,215))
		<u>1,000</u>
Community College Capital Improvement Bond		
Redemption Fund 1972 Appropriation	\$	((851,225))
		<u>425,550</u>
Waste Disposal Facility Bond Redemption Fund		
Appropriation	\$	((19,592,375))
		<u>3,985,920</u>
Water Supply Facility Bond Redemption Fund		
Appropriation	\$	((1,413,613))
		<u>483,000</u>
Indian Cultural Center Bond Redemption Fund		
Appropriation	\$	((126,682))
		<u>63,000</u>
Social and Health Service Bond Redemption Fund		
1976 Appropriation	\$	((2,019,427))
		<u>0</u>
Higher Education Bond Retirement Fund 1977		
Appropriation	\$	((8,272,858))
		<u>2,926,261</u>
Salmon Enhancement Construction Bond Retirement		
Fund Appropriation	\$	((1,071,805))
		<u>274,673</u>
Fire Service Training Center Bond Retirement Fund		

1	Appropriation	\$	((754,844))
2			<u>378,000</u>
3	Higher Education Bond Retirement Account 1988		
4	Appropriation	\$	((4,000,000))
5			<u>2,000,000</u>
6	State General Obligation Bond Retirement Fund . .	\$	788,886,959
7	TOTAL APPROPRIATION	\$	((1,671,887,006))
8			<u>1,622,132,000</u>

9 The general fund appropriation is for deposit into the account
10 listed in section 801 of this act.

11 **Sec. 1602.** 1996 c 283 s 702 (uncodified) is amended to read as
12 follows:

13 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND**
14 **REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE**
15 **REIMBURSED BY ENTERPRISE ACTIVITIES**

16	State Convention and Trade Center Account		
17	Appropriation	\$	((24,179,295))
18			<u>24,501,328</u>
19	Higher Education Reimbursement Enterprise Account		
20	Appropriation	\$	633,913
21	Accident Account Appropriation	\$	((5,548,000))
22			<u>5,281,997</u>
23	Medical Account Appropriation	\$	((5,548,000))
24			<u>5,281,997</u>
25	State General Obligation Bond Retirement Fund . .	\$	43,940,553
26	TOTAL APPROPRIATION	\$	((79,849,761))
27			<u>79,639,788</u>

28 **Sec. 1603.** 1996 c 283 s 703 (uncodified) is amended to read as
29 follows:

30 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND**
31 **REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE**
32 **REIMBURSED AS PRESCRIBED BY STATUTE**

33	General Fund Appropriation	\$	37,031,429
34	Higher Education Reimbursable Construction Account		
35	Appropriation	\$	((197,000))
36			<u>50,088</u>

1	Community College Capital Construction Bond		
2	Retirement Fund 1975 Appropriation	\$	450,000
3	Higher Education Bond Retirement Fund 1979		
4	Appropriation	\$	((2,887,000))
5			<u>2,038,080</u>
6	State General Obligation Retirement Fund	\$	97,323,580
7	TOTAL APPROPRIATION	\$	((137,889,007))
8			<u>136,893,117</u>

9 **Sec. 1604.** 1996 c 283 s 705 (uncodified) is amended to read as
10 follows:

11 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND**
12 **REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES**

13	General Fund Appropriation	\$	1,535,000
14	State Convention and Trade Center Account		
15	Appropriation	\$	15,000
16	State Building Construction Account		
17	Appropriation	\$	1,050,000
18	Higher Education Reimbursable Construction		
19	Account Appropriation	\$	3,000
20	TOTAL APPROPRIATION	\$	2,603,000

21	Total Bond Retirement and Interest Appropriations		
22	contained in sections 701 through 704 of this		
23	act	\$	((1,901,605,174))
24			<u>1,841,268,000</u>

25 **Sec. 1605.** 1996 c 283 s 709 (uncodified) is amended to read as
26 follows:

27 **FOR SUNDRY CLAIMS.** The following sums, or so much thereof as may
28 be necessary, are appropriated from the general fund, unless otherwise
29 indicated, for relief of various individuals, firms, and corporations
30 for sundry claims. These appropriations are to be disbursed on
31 vouchers approved by the director of general administration, except as
32 otherwise provided, as follows:

- 33 (1) Reimbursement of criminal defendants acquitted on the basis of
34 self-defense, pursuant to RCW 9A.16.110:
- | | | | |
|----|--|----|-----------|
| 35 | (a) Walter Watson, claim number SCJ-92-11 | \$ | 6,003.00 |
| 36 | (b) Carl L. Decker, claim number SCJ-95-02 | \$ | 24,948.48 |

1	(c) Bill R. Hood, claim number SCJ-95-08	\$	71,698.72
2	(d) Rick Sevela, claim number SCJ-95-09	\$	6,937.22
3	(e) William V. Pearson, claim number SCJ-95-12	\$	5,929.99
4	(f) Craig T. Thiessen, claim number SCJ-95-13	\$	3,540.24
5	(g) Douglas Bauer, claim number SCJ-95-15	\$	40,015.86
6	(h) Walter A. Whyte, claim number SCJ-96-02	\$	2,989.30
7	<u>(i) Allen R. Tuller, claim number SCJ-96-05</u>	\$	<u>12,121.44</u>
8	<u>(j) Martial P. McCollum, claim number SCJ-96-07</u>	\$	<u>3,000.00</u>
9	<u>(k) Jerry Garcia, claim number SCJ-96-11</u>	\$	<u>61,966.00</u>
10	<u>(l) Donald Smith, claim number SCJ-96-13</u>	\$	<u>6,246.11</u>
11	<u>(m) Charles H. Williams, claim number SCJ-96-16</u>	\$	<u>32,083.77</u>
12	<u>(n) Thomas Long, claim number SCJ-96-17</u>	\$	<u>4,512.50</u>
13	<u>(o) Jeff Fossett, claim number SCJ-96-21</u>	\$	<u>10,983.70</u>
14	<u>(p) Thomas Bender, claim number SCJ 96-22</u>	\$	<u>9,996.94</u>
15	<u>(q) Philip Romano, claim number SCO-96-01</u>	\$	<u>6,639.48</u>
16	<u>(r) Thomas Lee, claim number SCJ-97-01</u>	\$	<u>20,934.16</u>
17	<u>(s) Timothy Meyers, claim number SCJ-97-02</u>	\$	<u>71,600.00</u>
18	<u>(t) Robert G. Sullivan, claim number SCJ-97-03</u>	\$	<u>22,156.33</u>
19	<u>(u) Gay Dlugosh, claim number SCJ-97-04</u>	\$	<u>4,158.87</u>
20	<u>(v) Anthony C. Otto, on behalf of Justin Cali</u>		
21	<u>(claim number SCJ-97-09) and Stephen Posey</u>		
22	<u>(claim number SCJ-97-10)</u>	\$	<u>16,961.28</u>
23	(2) Payment from the state wildlife account for damage to crops by		
24	wildlife, pursuant to RCW 77.12.280:		
25	(a) Wilson Banner Ranch, claim number SCG-95-01	\$	2,800.00
26	(b) James Koempel, claim number SCG-95-04	\$	5,291.08
27	(c) Mark Kayser, claim number SCG-95-06	\$	4,000.00
28	(d) ((Peola Farms, Inc., claim number SCG-95-07	\$	1,046.50
29	(e)) Bailey's Nursery, claim number SCG-96-01	\$	125.00
30	((f)) <u>(e) Paul Gibbons, claim number SCG-96-02</u>	\$	2,635.73
31	<u>(f) Dale Kimmerly, claim number SCG-96-04</u>	\$	676.00
32	<u>(g) Robert Blank, claim number SCG-97-01</u>	\$	2,166.00

33 NEW SECTION. Sec. 1606. A new section is added to 1995 2nd sp.s.
34 c 18 (uncodified) to read as follows:

35 **FOR THE STATE TREASURER--LOANS**
36 General Fund Appropriation--For transfer to the
37 Community College Capital Projects Account \$ 950,000

1 NEW SECTION. Sec. 1607. A new section is added to 1995 2nd sp.s.
2 c 18 (uncodified) to read as follows:

3 The sum of seventy-five million dollars, or so much thereof as may
4 be available on June 30, 1997, from the total amount of unspent fiscal
5 year 1997 state general fund appropriations is appropriated for
6 purposes of Substitute Senate Bill No. 6045 (savings incentive account)
7 in the manner provided in this section.

8 (1) Of the total amount appropriated in this section, one-half
9 that portion that is attributable to incentive savings, not to exceed
10 twenty-five million dollars, is appropriated to the savings incentive
11 account for the purpose of improving the quality, efficiency, and
12 effectiveness of agency services and shall be credited to the agency
13 that generated the savings.

14 (2) The remainder of the total amount appropriated in this section,
15 not to exceed seventy-five million dollars, is appropriated to the
16 education savings account for purposes of education technology
17 projects.

18 (3) For purposes of this section, the total amount of unspent state
19 general fund appropriations does not include either the appropriations
20 made in this section or any amounts included in across-the-board
21 allotment reductions under RCW 43.88.110.

22 *NEW SECTION. Sec. 1608. A new section is added to 1995 2nd sp.s.
23 c 18 (uncodified) to read as follows:

24 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--YEAR 2000 ALLOCATIONS**

25	General Fund--State Appropriation (FY 1997)	\$	5,340,000
26	<i>General Fund--Federal Appropriation</i>	\$	2,883,000
27	<i>Liquor Revolving Account Appropriation</i>	\$	131,000
28	<i>Health Care Authority Administrative Account</i>		
29	<i>Appropriation</i>	\$	631,000
30	<i>Accident Account Appropriation</i>	\$	1,102,000
31	<i>Medical Aid Account Appropriation</i>	\$	1,102,000
32	<i>Unemployment Compensation Administration Account--</i>		
33	<i>Federal Appropriation</i>	\$	1,313,000
34	<i>Administrative Contingency Account Appropriation</i> . . .	\$	948,000
35	<i>Employment Services Administrative Account</i>		
36	<i>Appropriation</i>	\$	500,000
37	<i>Forest Development Account Appropriation</i>	\$	156,000
38	<i>Off Road Vehicle Account Appropriation</i>	\$	7,000

1	<i>Surveys and Maps Account Appropriation</i>	\$	1,000
2	<i>Aquatic Lands Enhancement Account Appropriation . . .</i>	\$	8,000
3	<i>Resource Management Cost Account Appropriation . . .</i>	\$	348,000
4	TOTAL APPROPRIATION	\$	14,470,000

5 The appropriations in this section are subject to the following
6 conditions and limitations:

7 (1) The appropriations in this section shall be deposited in the
8 data processing revolving account for allocation, without
9 appropriation, by the office of financial management to agencies to
10 complete Year 2000 date conversion maintenance on their computer
11 systems. Agencies shall submit their estimated costs of conversion to
12 the office of financial management by July 1, 1997.

13 (2) In addition to the appropriations in this section, up to
14 \$10,000,000 of the cash balance of the data processing revolving
15 account may be expended on agency Year 2000 date conversion costs. The
16 \$10,000,000 will be taken from the cash balances of the data processing
17 revolving account's two major users, as follows: \$7,000,000 from the
18 department of information services and \$3,000,000 from the office of
19 financial management. The office of financial management in
20 consultation with the department of information services shall allocate
21 these funds as needed to complete the date conversion projects.

22 (3) Agencies receiving these allocations shall report at a minimum
23 to the information services board and to the governor every six months
24 on the progress of Year 2000 maintenance efforts.

25 ***Sec. 1608 was partially vetoed. See message at end of chapter.**

26 (End of part)

PART XVII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 1701. 1996 c 283 s 801 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT SUBJECT TO THE STATUTORY DEBT LIMIT

Table with 2 columns: Description and Amount. Rows include State General Obligation Bond Retirement Fund 1979, Fisheries Bond Retirement Account 1977, Community College Capital Improvement Bond Redemption Fund 1972, Waste Disposal Facility Bond Redemption Fund, Water Supply Facility Bond Redemption Fund, Indian Cultural Center Bond Redemption Fund, Social and Health Service Bond Redemption Fund 1976, Higher Education Bond Retirement Fund 1977, Salmon Enhancement Construction Bond Retirement Fund, and Fire Service Training Center Bond Retirement Fund.

1		<u>378,000</u>
2	Higher Education Bond Retirement Account 1988	
3	Appropriation	\$ ((4,000,000))
4		<u>2,000,000</u>
5	TOTAL APPROPRIATION	\$ ((823,106,003))
6		<u>777,243,363</u>

7 The total expenditures from the state treasury under the
8 appropriation in this section and the general fund appropriation in
9 section 701 of this act shall not exceed the total appropriation in
10 this section.

11 **Sec. 1702.** 1996 c 283 s 802 (uncodified) is amended to read as
12 follows:

13 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND**
14 **REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE**
15 **REIMBURSED BY AS PRESCRIBED BY STATUTE**

16	Community College Capital Construction Bond	
17	Retirement Account 1975 Appropriation	\$ 450,000
18	Higher Education Bond Retirement Account 1979	
19	Appropriation	\$ ((2,887,000))
20		<u>2,038,080</u>
21	State General Obligation Bond Retirement Fund 1979	
22	Appropriation	\$ 134,355,007
23	TOTAL APPROPRIATION	\$ ((137,692,007))
24		<u>136,843,087</u>

25 The total expenditures from the state treasury under the
26 appropriation in this section and the general fund appropriation in
27 section 703 of this act shall not exceed the total appropriation in
28 this section.

29 **Sec. 1703.** 1996 c 283 s 803 (uncodified) is amended to read as
30 follows:

31	FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION	
32	General Fund Appropriation for fire insurance	
33	premiums distribution	\$ ((5,641,000))
34		<u>6,441,066</u>
35	General Fund Appropriation for public utility	

1	district excise tax distribution	\$	((31,242,000))
2			<u>30,744,280</u>
3	General Fund Appropriation for prosecuting		
4	attorneys salaries	\$	((2,800,000))
5			<u>2,776,096</u>
6	General Fund Appropriation for motor vehicle		
7	excise tax distribution	\$	((87,474,000))
8			<u>86,356,053</u>
9	General Fund Appropriation for local mass		
10	transit assistance	\$	((339,007,000))
11			<u>344,615,340</u>
12	General Fund Appropriation for camper and		
13	travel trailer excise tax distribution . . .	\$	((3,198,000))
14			<u>3,416,612</u>
15	General Fund Appropriation for boating		
16	safety/education and law enforcement		
17	distribution	\$	((3,365,000))
18			<u>3,438,513</u>
19	Aquatic Lands Enhancement Account Appropriation		
20	for harbor improvement revenue		
21	distribution	\$	((130,000))
22			<u>143,030</u>
23	Liquor Excise Tax Account Appropriation for		
24	liquor excise tax distribution	\$	((21,500,000))
25			<u>22,245,101</u>
26	Liquor Revolving Fund Appropriation for liquor		
27	profits distribution	\$	((40,160,000))
28			<u>41,799,400</u>
29	Timber Tax Distribution Account Appropriation		
30	for distribution to "Timber" counties	\$	((118,750,000))
31			<u>112,814,912</u>
32	Municipal Sales and Use Tax Equalization Account		
33	Appropriation	\$	((58,181,000))
34			<u>61,291,408</u>
35	County Sales and Use Tax Equalization Account		
36	Appropriation	\$	((12,940,000))
37			<u>9,208,276</u>
38	Death Investigations Account Appropriation		
39	for distribution to counties for publicly		

1	funded autopsies	\$	((1,200,000))
2			<u>1,180,845</u>
3	County Criminal Justice Account Appropriation . .	\$	((69,940,000))
4			<u>71,579,595</u>
5	Municipal Criminal Justice Account		
6	Appropriation	\$	((27,972,000))
7			<u>28,196,587</u>
8	County Public Health Account Appropriation . . .	\$	((29,250,000))
9			<u>27,276,662</u>
10	TOTAL APPROPRIATION	\$	((852,750,000))
11			<u>853,523,776</u>

12 The appropriations in this section are subject to the following
13 conditions and limitations: The total expenditures from the state
14 treasury under the appropriations in this section shall not exceed the
15 funds available under statutory distributions for the stated purposes.

16 (End of part)

1 appropriated by the Legislature, the Department must have the
2 flexibility to devise a workable co-payment schedule that keeps the
3 program solvent while still providing the assistance necessary to keep
4 low income parents in the work force. Therefore, I have vetoed the co-
5 payment schedule outlined in this section, because it does not provide
6 the Department with the necessary flexibility and may significantly
7 increase the cost of child care for low-income families.

8 Instead, I will direct the Department to implement a child care
9 program that supports the goals of the WorkFirst program to make work
10 pay. The monthly co-pay required shall be a minimum of ten dollars for
11 families at or below seventy-four percent of the federal poverty level
12 adjusted for family size. For families with incomes above seventy-four
13 percent of the federal poverty level adjusted for family size, the
14 monthly co-pay shall be a minimum of twenty dollars or forty-seven
15 percent of the family's income above one hundred percent of the federal
16 poverty level adjusted for family size. Child care assistance shall
17 not be provided to families with incomes above one hundred seventy-five
18 percent of the federal poverty level adjusted for family size. As the
19 program develops, we will continue to evaluate the success of this
20 child care schedule in making work pay while holding costs within the
21 appropriation level for the Workfirst program.

22 **Section 204(9)(d), page 20, Child Care (Department of Social and**
23 **Health Services « Economic Services Program)**

24 I am committed to operating the WorkFirst program within the
25 appropriation level as required by Engrossed House Bill 3901. However,
26 I believe that requiring the Department of Social and Health Services
27 to remain within a further defined appropriated level specific to child
28 care unnecessarily restricts the administration of the WorkFirst
29 Program. Other states have succeeded in significantly reducing welfare
30 dependency by making large investments in child care and other support
31 services, while making corresponding reductions in their grant
32 programs. I do not want to foreclose that option in Washington State.
33 Therefore I have vetoed this provision so the Department has
34 flexibility in making strategic funding decisions as this program
35 develops.

36 **Section 206(3), page 22, Diversity Initiative (Department of Social**
37 **and Health Services « Administration and Supporting Services)**

38 This proviso would restrict the use of funding for staff or
39 publications related to diversity initiatives. I believe agencies must
40 take an active role in promoting diversity in the workplace, and have
41 therefore vetoed this proviso.

42 **Section 207(2), page 23, Child Support Waiver (Department of Social**
43 **and Health Services « Child Support Program)**

44 This proviso requires the Department of Social and Health Services
45 to request a waiver from federal regulations regarding child support
46 enforcement to allow the Department to replace current program audit
47 criteria with performance measures based on program outcomes. This
48 waiver is unnecessary, because the federal government has already
49 replaced its process-based audit criteria with performance-based
50 criteria and the Department currently operates under a performance-
51 based agreement with the federal government. Because there is no need
52 for a waiver, I have vetoed this proviso.

1 Section 210(5), page 26, Basic Health Plan Report (State Health
2 Care Authority)

3 This section would require the State Health Care Authority (HCA) to
4 report back to the Legislature by December 1, 1997 on the number of
5 Basic Health Plan enrollees who are illegal aliens. Since the HCA does
6 not currently collect this information, it would require substantial
7 effort and expense to do so in order to report to the Legislature in
8 five months. Because the Legislature provided no funding to collect
9 this information, I have vetoed this proviso. I am also concerned that
10 any plan to ask enrollees about their immigration status will prevent
11 many of them from seeking needed health care.

12 Section 213(2)(d), page 34, Health Care Expenditures (Department
13 of Corrections « Institutional Services)

14 Section 213, Subsection 2(d) states that it is the intent of the
15 Legislature that the Department of Corrections reduce health care
16 expenditures in the 1997-99 Biennium using the scenario identified in
17 the 1996 Health Services Delivery System Study which limited health
18 care costs to \$43 million in Fiscal Year 1998 and \$40.7 million in
19 Fiscal Year 1999. I am concerned that this approach sets unrealistic
20 and inflexible expectations with regard to health care expenditure
21 reductions in the Department. The scenario referenced in the study
22 suggests specific percentage reductions in certain areas such as out-
23 patient hospitalization, which may not be achievable in the health care
24 market. In addition, although the budget language references a limit
25 to health care costs per year as stated in the health services delivery
26 system study, it could be interpreted as a lid on total health care
27 expenditures for the respective years. This may establish an
28 unrealistic expectation, given recent changes in sentencing law that
29 will further increase the state prison population. While I expect the
30 Department will make every effort to reduce health care expenditures,
31 it is in the state's interest that the Department have the flexibility
32 to implement health care reductions in a safe and legally defensible
33 manner.

34 Section 302(3), page 40, Funding for Water Right Permit Processing,
35 Water Resources Data Management, and Technical Assistance to Local
36 Watershed Planning (Department of Ecology)

37 This proviso stipulates that funding provided to the Department of
38 Ecology shall lapse if sections 101 through 116 and 701 through 716 of
39 Second Substitute House Bill 2054 are not enacted by June 30, 1997.
40 Because I have vetoed some of these sections of Second Substitute House
41 Bill 2054, I have also vetoed Section 302(3) of the appropriations act
42 to lessen the confusion regarding the appropriation authority for the
43 Department of Ecology.

44 Section 302(4), page 40, Grant Funding for Regional Planning
45 (Department of Ecology)

46 Locally developed plans have been found to be an effective tool in
47 managing water resources within a watershed by bringing together
48 interested parties with knowledge and insights specific to the
49 watershed. However, the local planning efforts have also relied « and
50 will continue to rely « on technical expertise and information that
51 state agencies can provide. For this reason, it is essential that the
52 state provide adequate funding for the departments of Health, Fish and

1 Wildlife, Ecology, and Community, Trade, and Economic Development.
2 Therefore, I have vetoed this subsection and directing that the limited
3 funds provided by the Legislature for watershed planning efforts be
4 used in a more balanced and comprehensive fashion.

5 **Section 302(5), pages 40-41, Implementation of ESHB 1111, Granting**
6 **Water Rights (Department of Ecology)**

7 This subsection stipulates that the funding provided to implement
8 Engrossed Substitute House Bill 1111 lapses if that bill is not
9 enacted. I have vetoed Substitute House Bill 1111 because I do not
10 believe that its provisions are in the best interest of the state.
11 Therefore, I have also vetoed Section 302(5) of the appropriations act
12 to eliminate confusion regarding the expenditure authority for the
13 Department of Ecology.

14 **Section 302(17), page 43, Special Purpose Vehicles (Department of**
15 **Ecology)**

16 This subsection requires the Department of Ecology to reduce its
17 fleet of special purpose vehicles by 50 percent as of June 30, 1999.
18 In addition, the Department is required to replace the special purpose
19 vehicles with fuel efficient vehicles or not replace them at all,
20 depending on the agency's vehicle requirements. I have vetoed this
21 restriction because it would severely impair the Department's ability
22 to reach remote areas to attain water quality samples, respond to oil
23 and other hazardous materials spills, and support the Washington
24 Conservation Corps program.

25 **Section 302(22), pages 43-44, Implementation of SSB 5030, Lake**
26 **Water Irrigation (Department of Ecology)**

27 This subsection stipulates that the funding provided to the
28 Department of Ecology to implement Substitute House Bill 5030 lapses if
29 the bill is not enacted. I have vetoed Substitute House Bill 5030,
30 which provides a water right (contingent on a determination that water
31 is available) to those who have used the water from Lake Washington for
32 irrigation purposes. The water issues facing this state need to be
33 addressed through an integrated and comprehensive approach, rather than
34 the piecemeal fashion advanced by Substitute Senate Bill 5030. I have
35 vetoed Section 302(22) of the appropriations act to eliminate confusion
36 regarding the expenditure authority for the Department of Ecology.

37 **Section 304(16), page 48, Implementation of SSB 5120, Remote Site**
38 **Incubators (Department of Fish and Wildlife)**

39 This proviso stipulates that the funding provided to the Department
40 of Fish and Wildlife under Substitute Senate Bill 5120 lapses if this
41 bill is not enacted. I have vetoed Substitute Senate Bill 5120, which
42 would require the Department to implement a program supporting remote
43 site incubators across the state. Therefore, I have also vetoed
44 Section 304(16) to eliminate confusion regarding the appropriation
45 authority for the Department of Fish and Wildlife.

46 **Section 501(1)(e), page 53, Goals 2000 (Superintendent of Public**
47 **Instruction « State Administration); and Section 506(8), page 65,**
48 **(Superintendent of Public Instruction « Education Reform Programs)**

1 I have vetoed two subsections which would prevent the state from
2 accepting federal Goals 2000 funding to support Washington State's
3 education reform initiative. Goals 2000 funding supports development
4 of state and local plans to improve student learning and is helping
5 Washington State realize the goal of improving student achievement as
6 envisioned in Washington's Education Reform Act of 1993.

7 Over \$16 million in Goals 2000 funding is expected to be available
8 to Washington State during the 1997-99 Biennium. Of this amount, \$14
9 million will be available for grants to help schools develop and
10 implement student learning improvement plans, supplementing \$50.8
11 million in General Fund-State appropriations approved by the
12 Legislature for student learning improvement grants. Another \$1.0
13 million in Goals 2000 funding will be used to pay for the development
14 of tests to measure student achievement, and the remaining \$0.7 million
15 will fund state coordination and planning by the Office of
16 Superintendent of Public Instruction.

17 **Section 501(2)(e)(i), page 54, Second Substitute Senate Bill 5508**
18 **(Superintendent of Public Instruction « State Administration)**

19 This proviso authorizes \$700,000 for implementation of Second
20 Substitute Senate Bill 5508, pertaining to Third Grade Reading
21 Accountability. Because the Legislature did not approve this bill, I
22 have vetoed this subsection of the appropriations act.

23 **Section 503(4)(b), page 62, Salary Increase Allocations**
24 **(Superintendent of Public Instruction « Employee Compensation**
25 **Adjustments)**

26 Section 503(4)(b) would reduce allocations for 1998-99 state salary
27 increases to districts that appear to be in violation of the state
28 salary limit for teachers and other certificated instructional school
29 employees (RCW 28A.400.200).

30 I understand there have been some concerns about compliance with
31 the state salary limit, and I support Section 503(4)(a) which requires
32 the Superintendent of Public Instruction (SPI) to compare actual and
33 allocated salaries in the 1997-98 school year and report results to the
34 Legislature. This report will provide valuable information to the 1998
35 Legislature, and will give school districts an opportunity to explain
36 apparent violations of the salary limit.

37 However, I do not favor imposing penalties without further review
38 of this issue. The proposed comparison of actual and allocated
39 salaries is *not* synonymous with the salary limit imposed by RCW
40 28A.400.200. The statute limits total actual salary payments at year-
41 end, whereas the comparison proposed in this subsection is based on
42 staff employed by a school district at the *beginning of the school year*
43 (October 1). Also, the penalty proposed by 503(4)(b) would take money
44 away from school districts in the 1998-99 school year « a year when no
45 state salary increase is provided. The result could be pay cuts for
46 school employees.

47 Therefore, I have vetoed Section 503(4)(b) to provide an
48 opportunity for these issues to be carefully considered before imposing
49 penalties.

1 Section 503(5), page 63, Salary Adjustments for Classified Staff
2 (Superintendent of Public Instruction « Employee Compensation
3 Adjustments)

4 Section 503(5) would require that every state-funded classified
5 school employee receive a three percent salary adjustment effective
6 September 1, 1997.

7 I value the classified school employees who teach in classrooms,
8 drive school buses, serve in cafeterias, and work in offices around
9 this state. I believe they deserve more than one three-percent salary
10 increase in the next two years. But I do not support state
11 intervention into school salary negotiations.

12 The salary increase money provided for school employees has been,
13 and should continue to be, "for allocation purposes only." Actual
14 salaries should be set by school boards through negotiations with
15 employees and their representatives. Section 503(5) would circumvent
16 this process and would also burden school districts with needless
17 paperwork to demonstrate compliance. For these reasons, I have vetoed
18 section 503(5).

19 Section 507 (4), (5), and (6), pages 65-66, Bilingual Program
20 Formula (Superintendent of Public Instruction « Transitional Bilingual
21 Programs)

22 Section 507(4) would eliminate state support for bilingual
23 instruction for preschool students. I have vetoed this section because
24 I believe that this instruction serves the best interest of students
25 and the state as a whole. Children growing up in homes where English
26 is not the primary language face a difficult adjustment when entering
27 the public schools. It only makes sense to help these children and
28 their parents make this adjustment more successful. I understand there
29 may be a question about whether state funding can be provided for these
30 students under current law, but my veto of this section allows the
31 legal issue to be resolved independently and leaves open an opportunity
32 for further policy discussion about the merits of this instruction.

33 Section 507(5) and (6) would implement a new "weighted" bilingual
34 funding formula based on each student's grade level and years in
35 bilingual instruction. This may be an excellent idea, but it lacks the
36 supporting analysis necessary for a change in a basic education
37 program. Bilingual instruction is generally accepted as part of the
38 program of "basic education" required to meet the state's
39 constitutional duty to provide for the education of all children in
40 Washington. While basic education formulas are not cast in stone, they
41 should be changed only after careful analysis and based on findings of
42 the Legislature. Section 507(2) requires the Superintendent of Public
43 Instruction to study the bilingual funding formula and report to the
44 Legislature by January 15, 1998. With the benefit of this study, the
45 Legislature will be better prepared to propose and defend changes to
46 the bilingual funding formula. Therefore, I have vetoed section 507(5)
47 and (6).

48 Section 602(2), page 73, Higher Education enrollment

49 In this section, the Legislature states its intent to penalize
50 higher education institutions for falling as little as one full-time
51 equivalent (FTE) student below the FTE enrollments assumed in the 1997-

1 99 Operating Budget. Exceptions are allowed only for Eastern
2 Washington University and branch campuses. I fully support the
3 expectation that institutions will operate productively and
4 efficiently. I also proposed a sanction for enrollment under budget
5 targets. However, sanctions for under enrollment should occur only if
6 enrollment is below a target range from budgeted levels, not for each
7 single FTE. Moreover, if the Legislature does intend to impose a
8 fiscal penalty for under enrollment, more precise parameters will need
9 to be specified, including the data sources and threshold dates used to
10 calculate enrollment and the dollar sanction per under enrolled FTE.
11 Therefore, I have vetoed this section because it represents an
12 unworkable approach to addressing the issue of under enrollment.

13 **Section 611(5)(a)(i), page 84, Alternative Distribution of State**
14 **Need Grants. (Higher Education Coordinating Board)**

15 Section 611(5)(a)(i) directs the Higher Education Coordinating
16 Board (HECB) to determine eligibility for state need grants for the
17 1998-99 academic year based on a family income index for independent
18 and dependent students, unless a model is developed to calculate need
19 grant amounts based on the cost of tuition. I have vetoed this
20 requirement, because I believe it mandates a significant change in how
21 state need grants are distributed in a way that discourages careful
22 deliberation of the merits of these proposals. Instead, the HECB or
23 Legislature must take one action in order to prevent another policy
24 from taking effect. Using a family income index for independent and
25 dependent students would lower the need grant eligibility threshold for
26 independent students. This could have a significant impact on certain
27 students' access to state financial aid, which has not been adequately
28 assessed. If the Legislature's intent is to base need grant awards on
29 the cost of tuition, the HECB can evaluate the effect of this policy
30 change, prepare proposals and present recommendations by the 1998
31 Legislative Session. It is not necessary to link the two policies
32 together in a way that could inhibit good debate and sound decisions.

33 **Section 702, page 87, Year 2000 Allocations**

34 This section repeals funding provided for Year 2000 maintenance of
35 computer systems in Substitute Senate Bill 6062 for the 1997-99
36 Biennium. Section 1608 of Engrossed Substitute House Bill 2259
37 replaces this funding in the 1997 Supplemental Budget, and requires
38 that the funds be deposited in a nonappropriated account so they can be
39 expended in the 1997-99 Biennium. However, in some cases this approach
40 is contrary to federal requirements for use of funds, and creates
41 potential fund imbalances in other dedicated accounts. In order to
42 avoid these technical problems, I have vetoed Section 702 so that the
43 appropriations from dedicated funds originally provided for the 1997-99
44 Biennium remain in effect. Since this approach creates duplicate
45 General Fund-State appropriations (one in the Fiscal Year 1997
46 Supplemental Budget and one in the 1997-99 biennial budget), I will
47 place the General Fund-State appropriation for the 1997-99 Biennium in
48 reserve and will request that it be eliminated in the Fiscal Year 1998
49 Supplemental Budget.

50 **Section 706, page 89, Regulatory Reform**

51 The 1997 Legislature approved two regulatory reform bills,
52 Engrossed Second Substitute House Bill 1032, and Substitute House Bill
53 1076, sections of which I am signing into law. Section 706 of

1 Engrossed Substitute House Bill 2259 repeals appropriations made in
2 Substitute Senate Bill 6062 « which I have signed into law « designed to
3 fund increased duties and responsibilities for agencies implementing
4 changes to regulatory processes during the 1997-99 Biennium.

5 I have vetoed Section 706 of Engrossed Substitute House Bill 2259
6 to preserve funding needed to implement the approved sections of the
7 two regulatory reform bills. The Office of Financial Management will
8 allocate portions of this funding to agencies, as necessary, to
9 implement these two bills.

10 **Section 902, page 93, Council on Environmental Education**

11 This section prohibits the use of state funds provided in Engrossed
12 Substitute House Bill 2259 to support the Governor's Council on
13 Environmental Education. There are eleven state agencies that work
14 with the state's environmental community and federal agencies on
15 environmental education related activities. Funding for the Council is
16 necessary to promote efficient and coordinated efforts in this area.
17 Therefore, I have vetoed section 902.

18 **Section 1608, page 211 line 24 - 38, page 212 line 1-2, Year 2000**
19 **Allocations (Office of Financial Management)**

20 In concert with the veto of Section 702, I have vetoed all but the
21 General Fund-State appropriations in Fiscal Year 1997 for Year 2000
22 conversion costs contained in Section 1608 of Engrossed Substitute
23 House Bill 2259. Allocations will be made by the Office of Financial
24 Management directly from the dedicated funds in the 1997-99 Biennium as
25 directed in Substitute Senate Bill 6062. The veto of the dedicated
26 fund appropriations in ESHB 2259 simplifies the administration of the
27 other fund allocations, avoids potential fund balance problems, and is
28 consistent with regulations for the use of federal funds.

29 With the exception of sections 204(1); 204(6)(a); 204(6)(b);
30 204(6)(c); 204(9)(d); 206(3); 207(2); 210(5); 213(2)(d); 302(3);
31 302(4); 302(5); 302(17); 302(22); 304(16), 501(1)(e); 501(2)(e)(i);
32 503(4)(b); 503(5); 506(8); 507(4); 507(5); 507(6); 602(2);
33 611(5)(a)(i); 702; 706; 902, and 1608, page 211, lines 24-38 and page
34 212, lines 1-2, Engrossed Substitute House Bill 2259 is approved."